Paris, Monday, 8, 1995



Jacques Chirac saluting supporters at the Paris City Hall after the election.

Chirac Wins French Presidency, Ending 14-Year Socialist Reign

By William Drozdiak

Washington Post Service

PARIS - Jacques Chirac, the conservative mayor of Paris and a two-time former ime minister, succeeded Sunday in his third try to capture the French presidency with a close election victory over his So-cialist rival, Lionel Jospin.

As the man chosen to guide France into the 21st century, Mr. Chirac will receive one of the most powerful mandates of any leader in a Western democracy. Besides the immense clout of the French presidency, he will be able to count on an 80 percent majority in Parliament as a result legislative elections.

In his victory speech at city hall, Mr. Chirac told a crowd of delighted supporters that he would match campaign promises with action by mobilizing all of the forces at his disposal to fight against unemployment, poverty and homelessness. He vowed to set aside partisan bickering and serve as the president of all of France.

"I am fully aware of the gravity of the responsibilities I will have," Mr. Chirac said. "I am also aware of the difficulties of the tasks that await us. Like you, I want a state that is strong, impartial, demanding of itself and concerned about the best use

isolate those who govern from those who have chosen them.

Within an hour after polls closed, Mr. Jospin conceded when early returns showed that Mr. Chirac was a clear winner with about 52 percent of the vote to his 48 percent. The Socialist underdog had stunned even his most ardent supporters by finishing first in the elimination round two weeks ago. He appeared satisfied with his showing in the run-off even though he failed to expand his support beyond the left's traditional constituencies.

"I felt a profound movement of renewal building up around my candidacy and my congratulations to his Gaullist foe. "It was not enough for victory but it will not end here because it carries hopes."

After a bitter campaign against Prime Minister Edouard Balladur that rocked the conservative alliance, Mr. Chirac managed to rally the right's divided legions by stressing that real change could occur only if there was a clean break with the Socialist control of the presidency following Fran-çois Mitterrand's 14 years in power.

As president-elect, Mr. Chirac will make his first official appearance Monday. He

See FRANCE, Page 8

Quick Fixes Are Needed With No 'State of Grace'

By Joseph Fitchett International Herald Tribune

PARIS - Embarking on seven years of conservative leadership, Jacques Chirac emerged Sunday as a president who will face severe difficulties in tackling the problems that have accumulated during the declining years of President François Mitterrand.

Mr. Chirac campaigned on a call for change, saying that 14 years of Socialist

NEWS ANALYSIS

control had left France in a vacuum of ideas and a mood of grievances, uncertainties and even fear of change.

Both candidates in this election held out hope that changes can revive the country's optimism and momentum. While this theme carried Lionel Jospin, the Socialist candidate, to growing exhilaration among his followers. Mr. Chirac never seemed to dissipate the near-antipathy among voters - what a polister

always dogged him.
As a result, "the Chirac government

will not be given a state of grace," according to Jean-Marc Lesch, a pollster who correctly called the outcome of the voting. Previous presidents have been given a breathing space to get organized.

Anticipating these difficulties, Mr. Chirac has pledged to reach out beyond his own Gaullist party to include centerrightists in his government, and his aides predicted Sunday that a strong cabinet team would help ensure that Mr. Chirac will establish personal authority that carries the country with him.

"We need some quick fixes, highly symbolic, to show our hearts are in the right place while we settle down to the tough choices," according to a Chirac aide who expects a government post. He has urged Mr. Chirac to order a crash public building program providing cheap shelter for many of France's homeless people, whose plight has be-

See CHIRAC, Page 8

Bundesbank Prescription For the Ailing U.S. Dollar

Deficit and Savings Need 'Addressing'

By Nathaniel C. Nash New York Times Service

FRANKFURT — The beleaguered U.S. dollar will not rise in value against the Japanese yen and the German mark until the Clinton administration and the U.S. Congress take steps to reverse America's declining savings rate and reduce the country's ever-growing budget deficit, the head of Germany's central bank says.

The problems for me are clear: low savings ratio, relatively high budget deficit, no absolute assurance it will come down in the long run, and a high net debtor position," said Hans Tietmeyer, president of the Bundesbank. "These are the points that have to be addressed.

Mr. Tietmeyer said that even though current American economic performance - low inflation, moderating growth and a soaring stock market - did not justify the dollar's 13 percent decline against the mark this year, suspency speculators were no longer basing their buy or sell decisions on current economic factors alone.

"It is not only the presence of the cur-rent deficit that seems to concern the markets, but also the prospect for the future," Mr. Tietmeyer said. "The markets seem to think that there is not enough correction on the way as far as these fundamentals are concerned. The markets of today are more and more looking to the future.

his views on the dollar and the recent gyrations in the world currency markets in

an interview in his office late last week While he repeatedly said that he did not want to meddle in the internal policymaking process of the United States, and therefore, would not make comments on specific legislation, he nevertheless was not shy in criticizing the United States for making little progress in finding a long-term solution to bringing down future defi-

His remarks followed by a little more than a week a tension-filled meeting in Washington of the finance ministers and

industrialized countries. The falling dollar has driven the cost of German and Japanese exports up, causing outcry by indus-tries in those countries. But also in Europe, many blame the weak dollar for dragging down other currencies such as the French

franc, Italian lira and Spanish peseta. Thus, almost all of America's major trading partners are calling for corrective actions that will bolster market confi-

Criticism of American policy has been particularly sharp from Germany, where Chancellor Helmut Kohl, Finance Minister Theo Waigel and Mr. Tietmever have repeatedly pointed at American policy and said it was coming up short.

Mr. Tietmeyer said there was no coordinated plan on the part of the German government to finger-point at Washington, but he acknowledged that he did not remember such outspoken criticism from Germany of U.S. policy since the early 1980s, when American deficits ballooned under President Ronald Reagan's tax cuts and military buildup.

"I am not interested in interfering in the policy of the United States," the Bundesbank chief said. "I am only saving that is important to understand what are the problems behind the dollar's low value, and that the markets are not only looking at the present problems but they are looking always at what will happen in the

Mr. Tietmeyer said several times that "every country has to take care of its own currency," and that a strong dollar is in the interest of the United States as well as the world, since it is the world's reserve curren-

While he would not predict when or if the markets would shift more in favor of the dollar, he said he believed that the Clinton administration had finally understood that the dollar needed strengthening.

"I believe that the United States administration now has a clear policy of saying that it is interested not in a weak dollar but central bank heads of the Group of Seven a strong dollar," Mr. Tietmeyer said.

Clinton Is Advised to Set Tariffs in Japan Auto Dispute

By David E. Sanger

WASHINGTON -- President Bill Clinton's top economic advisers have recommended that he impose record-breaking sanctions against Japanese imports, chief-ly automobile parts, in retaliation for Tohappened a refusal to open the Japanese automotive market to America.

The recommendation came at a twonour meeting of the National Economic Council on Saturday, after last-minute negotiations broke down Friday night between the U.S. trade representative. Mickey Kantor, and Japan's minister of international trade and industry. Ryujaro Hashimoto,

The centerpiece of the retaliation is expected to be tariffs ranging up to 100

By John Darnton

New York Times Service

LONDON — At a Victory in Europe

Car exhibition at the Imperial War Muse-

an crowds have been transfixed by a spe-

cial clock and an electronic digital counter. Every 3.31 seconds the counter clicks up

one more number. One revolution of the

The counter is tallying the number who

died from wars this century. The clock was

started in June 1989 and it will not reach

its goal until midnight on the eve of the year 2000. One handred million clicks.

clock equals five clicks.

Risk to Markets Seen

If the United States follows through on its threat to initiate trade sanctions against Japan, financial markets will head for an upset, analysts warn. Carl Gewirtz reports, Page 13.

Japanese automobile-related imports. Automotive goods accounted for more than 55 percent of the United States' \$66 billion trade deficit with Japan last year.

American officials would not specify the total value of the products subject to sanctions, but it has been reported that the initial range could be from \$5 billion to \$10 billion. However, the figure is likely to be reduced during a review process.

Mr. Kantor declined to describe the spepercent on hillions of dollars' worth of cific recommendations forwarded to the

Europe Consigns an Era of War to History

tral fact of the 20th century: War. Increasingly, the 75-year period from

The museum-goers are coming to grips with what many historians see as the cen-

1914 to 1989, covering two world wars and

the Cold War, is being seen by historians

as a single, discrete epoch, a time apart in which much of the world was fighting war.

recovering from war or preparing for war.

In that spirit the explosion of ceremo-nies marking the 50th anniversary of the Allied victory over Germany in Europe

during World War II can be seen as an

Here there is a flood of reminiscences.

effort to consign the epoch to history.

Chinese Celebrate the 5-Day Workweek

president but said that a range of actions was "unanimously agreed to after a thorough review, but very little debate." Administration officials said they expected Mr. Clinton to approve the a

he leaves for Moscow on Monday. But the formal announcement may be delayed for several days, while officials refine a draft list of goods that would be subject to the heavy tax.

They will also be considering the possibility of broader, nontariff sanctions against Japanese industry. While the administration has not indicated what nontariff sanctions it is considering, they could include restrictions on Japanese invest-

Under U.S. trade law, the tariffs cannot go into effect for at least 30 days, giving American companies a chance to review the list and seek the removal of items that

lectures and concerts, speeches and pray-

ers. Hotels are serving wartime ration cui-

sine, block parties will feature the music of

Glenn Miller and Vera Lynn, and televi-

sion is filled with the grainy black and

white footage of gun batteries firing. Ger-man soldiers goosestepping though con-quered lands and refugees trudging down

In Moscow, President Bill Clinton and

In Paris, President François Mitterrand

See WAR, Page 8

other world leaders will join President Boris N. Yeltsin to review 4,500 World War II

muddy roads past bomb craters.

veterans on parade.

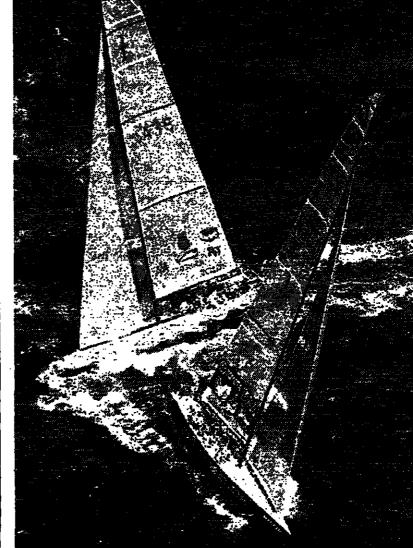
cannot be obtained from non-Japanese

As a matter of political as well as practical reality, however, the sanctions are undelay is designed to maximize pressure on Tokyo to resolve the dispute when Mr. Clinton and Prime Minister Tomiichi Murayama meet at the annual summit meeting of the Group of Seven leading industrialized nations next month in Halifax. Nova Scotia.

Most trade disputes are settled on the brink, and U.S. officials said they hoped a deal could be struck in Halifax, if not before then. But they insisted that they ere not bluffing.

"The president is very determined in this matter," Mr. Kantor said. "This has gone See TRADE, Page 4

AGENDA



CUP MAGIC - New Zealand's Black Magic 1 tacking ahead of Dennis Conner's Young America en route to a victory in the America's Cup. Page 19.

U.S. Warns Russia **On Iran Reactors**

WASHINGTON (Reuters) — President Bill Clinton warned Sunday that Russia would be endangering its own security by selling two nuclear power reactors to Iran. His comments came in the run-up to his summit meeting Wednesday in Moscow with President Boris N. Yeltsin.

"If this sale goes forward, Russian national security can only be weakened in the long term," Mr. Clinton said in remarks prepared for delivery to the American Israel Public Affairs Committee. He leaves Monday for Moscow.
The president said the fact that Iran

wanted to buy reactors and other nuclear technology — even though it has more than enough oil to meet its energy needs - plus other evidence, supported only one conclusion: "Tehran is bent on building nuclear weapons."

I believe Russia also has a powerful

interest in preventing a neighbor, especially one with Iran's track record, from sing these weapons," he said.

Related article, Page 8

PAGE TWO Europe Bridles at Its Muslims

THE AMERICAS Page 3. Helms Would Cut UN Funds

EUROPE Page 5. 9 Die in Sarajevo Shelling

Page 10. Sports Pages 17-19. Page 8. Crossword Page 6.

By Steven Mulson Bashmeur: Past Service

BEIJING -- On the sixth day, Gao Wencun rested. And it was good. Taking advantage of China's new five-day workweek. Mr. Gao, a 32-year-old painter in the auto body shop of a stateowned enterprise, basked in the spring sunshine at the Beijing Amusement Park

with his family, eating honeydew flavored "We want to take all the rides," he said, sitting next to his wife, son, and mother-in-

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law near a giant boat-shaped swing and not far from the giant Ferris wheel.

China's newly shortened workweek is a measure that Beijing's leaders hope will reduce unemployment and spread work around for the tens of millions of laborers who do nothing but are still on the payrolls

of China's state-owned enterprises. The idea of leisure is still a relatively novel one in China, where the government has driven people to speed growth and where Mao once advised that "the principle of diligence and frugality should be

observed in everything."
Until last year, the legal workweek was six days. In 1994, it was trimmed to 44 hours, with millions of people working one Saturday and then having the next one off. Now, with the wave of a government wand, millions of Chinese have been liberated from the grindstone of the sixth day

"More, faster, better, cheaper," was the economic slogan of the late 1950s. Now that advice could be applied to amusement park rides. The economic slogan of the Deng Xiaoping era has been: "To get rich is glorious." But to get a ride in a plastic

log on a downhill water coaster, that's really fun. "Maybe China wants to be closer to

international practice," Mr. Gao said between bites of his ice cream. He said workers in his department could still work a sixth day if they wanted to, but that few would choose to do so. "If you work an extra day, you don't get that much more benefit," he said. "You can do the same work in five days.'

Indeed, according to an article in the official government China Daily, a recent poll indicated that 80 percent of working people prefer an additional day off every week to a corresponding weekly pay increase. And it does not hurt the popularity of the new law that people will receive the same monthly salaries for putting in nearly 10 percent less work.

Increasingly, Chinese people are willing to spend some of their hard-carned savings on entertainment, whereas they have traditionally spent their free time caring for pet birds, playing cards or checkers, or walking in the park. Mr. Gao spent 150 years

See CHINA, Page 4

PAGE TWO

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An Immigration Crisis/Racism, Poverty and Fear

Europe Bridles at Its Muslims

By Craig R. Whitney
New York Times Service

ARIS - Michel Gourdin, a French baker in the northern Paris suburb of Garges-les-Gonesse, remembers the day a year ago when a gang of unemployed North African Muslim youths wrecked his shop

One of the gang's members, he said, had been killed by a rival Asian group, and the North Africans, believing that the French police had let the suspected killer go, attacked the local precinct house and then all the French-owned businesses in the neighborhood.
"What I don't understand." Mr.

Gourdin said, "is that some of them are involved in hard-core gang robberies and drugs. The police know who they are, but they don't do anything. I think they are afraid of provoking an even bigger explosion here if they do."

Garges is a working-class town of 45,000 people with housing projects built for refugees from France's colonial wars in North Africa, Today it has been radi-cally transformed. like other cities throughout Europe, by Muslim immi-grant families who suffer from the same problems of unemployment, high crime and bewildering social change that affect the Europeans who also live there.

Europe's struggle to integrate its mi-nority of 10 million to 13 million Muslims is in crisis. It is more than a profound cultural conflict. It is one with grave echoes of racism, fundamentalism and fears of terrorism.

"The sad fact is that interaction is very difficult and rare." said Ian Hastings, a Briton who grew up in India and who has chosen to live in the cultural and ethnic mix that East London has become today.

From the British National Party in London's East End to Jean-Marie Le Pen's National Front in Marseille, racist far-right politicians openly appeal to white fears in the parts of Europe where local populations are being steadily re-

placed by immigrants.

Mr. Le Pen, a candidate in the first round of the French presidential elections last month, won 15 percent of the vote nationwide, his strongest showing in

Government crackdowns on legal and

have been prompted in part by the fear of right-wing demagoguery if the influx is not brought under control. Such moves have helped steal the thunder from the

far-rightists in Britain and Germany. Though urban crime and chronic high unemployment do not discriminate be-tween Muslims and Christians in the poor European neighborhoods where the

Second of a series

local and immigrant populations coexist, they do contribute to rising tensions. Interviews in France, Britain and Germany, three West European countries with a heavy concentration of Muslims in urban neighborhoods, show a range of attitudes toward Muslims of various cultural and ethnic backgrounds. It is esti-mated that there are 5 million Muslims in France, 1 million in Britain and 2

million in Germany. In Aulnay-sous-Bois, a residential sprawl north of Paris, Communist and Socialist-dominated governments built housing projects over the years for low-income French families. Most of those apartments are now occupied by Algerian immigrants.

NE OF the few remaining ethnic French residents of one project is Yves Hiestand, a 48year-old accountant who has been unable to work for the last two years because of intestinal cancer. He opened the door to the stairwell on the 12th floor the other day and wrinkled his nose in disgust.

"Drug addicts." he said, pointing to discarded plastic syringes on the con-crete steps and to a bloodstain on the yellow stuccoed wall. "All North Africans. The police don't even care."

The French-owned stores on the ground floor of Mr. Hiestand's building have, one by one, been bought out by North African owners who cater to their clientele with signs in Arabic. One French butcher remains

"It's not safe to ride the buses, and taxis won't even come in here after dark," he said. "It's like being a prisoner in your own country.

Mr. Hiestand blames French socialwelfare and immigration policies for creating the situation, and he supports Mr. Le Pen's far-right movement. In Aulnay, Mr. Le Pen won 20 percent

of the vote, but he came in ahead of all other candidates in more than a score of cities from Marseille to Metz, on a plat-form promising to send 3 million immi-grants back where they came from to make room for 3 million unemployed French workers.

Such arguments may make little sense, but they appeal to racism. In fact, Islamic immigrants are among the hardest hit by France's 12.2 percent unemployment rate, with joblessness in many North African neighborhoods running at about 40 percent.

"NEMPLOYMENT IS just as big a problem in the Brick Lane neighborhood of the Tower Hamlets section of East London, once the center of the Cockney world. Today the street signs are in Bengali and English.

A total of 161,000 people live here, 37,000 of them - 23 percent - from Bangladesh, with a smattering of black African and Caribbean immigrants.

"I was born in the East End — I live here because I belong here." said Eileen Whitmarsh, a 58-year-old who lives 10 minutes from Brick Lane in a city housing project on Ellsworth Street. "I can't say we like what's going on now — the indigenous people feel like second-class citizens." she said. "They feel as if the outsiders are getting preference."

The anti-immigration British National Party has been accused of egging on clashes between skinheads and Asian gangs. Early last year, with tensions running high, newspapers predicted that lo-cal government elections in May would produce strong majorities for the party, but it was defeated, even losing the ma-jority it had held in the Millwall district.

"The people in this area have a long history of fighting racism," said Pola Manzilla Uddin, an emigre from Bangladesh who has been a Labor Party councilor in Tower Hamlets for six years.

"It's always been a neighborhood full of immigrants - the Jews and the Irish came before us; but we have a different skin color, we stand out and we'll be here longer than those groups were," she said. "Our children are the ones who are going to determine whether we live in a racist



Like many Muslims in Europe, Turks living in poor neighborhoods in German cities have been victims of chronic unemployment and racial hatred.

society for the next 50 years, or live in a more balanced, caring community."

Unemployment in Tower Hamlets last year ran close to 27 percent, two and a half times the national average.

In Bradford, a manufacturing city 200 miles north of London, the jobless rate approaches 50 percent in some Pakistani neighborhoods, said Ralph Berry, a local councilor. There are 45,000 Pakistanis in the city, a ninth of the population. In Germany, meanwhile, two funda- | and we've always gotten along with |

mentalist mosques, both in the predominantly Catholic, Rhineland city of Cologne, have been making headway in the Turkish Islamic population in Germany.

The more radical of the two runs an Islamic cultural and shopping center on the Niehler Kirchweg, in the Nippes section of Cologne. A green Islamic flag flies above it. Nippes is home to about 111,000 people, 12,000 of them Turks. "We've always had Turkish neighbors,

London. them," Regine Kerstin said. "But these people are different - the women al-

ways wear veils now, and they come on

weekends to attend the Koran school."

Main Muslim Enclaves

FRANCI

An estimated 5 million

of 57 million, mainly

and Marseille.

GERMANY

Muslims, mostly from North

concentrated in Paris, Lyon

About 1.9 million Turks and

Kurds, the great majority of

250,000 Bosnian refugees.

out of a total population of 80

million. Mainly concentrated

in Berlin, Cologne, Frankfurt,

them Muslim, and about

Hamburg and Munich.

About 1 million Muslims.

Pakistan or Bangladesh.

and Bradford, out of total

population of 58 million.

775,000 of them from India,

mainly in London, Birmingham

There are also communities of

Egyptians, Iraqis, Moroccans,

Palestinians and Yemenis in

Africa, out of a total population

Turks who had felt safe living in Germany suddenly felt dangerously exposed when right-wing radicals began fire-bombing Turkish homes in late 1992, said Vural Emre, who came from Turkey 33 years ago. More than 20 Turks and other immigrants died in such attacks between then and the end of 1993.

DUTY FREE ADVISORY

US\$21,000,000

Bid to Move U.S. Embassy Ruffles Israel embassy in Jerusalem begin by fort in the hope of "torpedoing"

By Clyde Haberman New York Times Service

JERUSALEM - in theory

inom Tel Aviv to Jerusalem. Some officials warned that peace talks with the Palestine would be "dangerous." Liberation Organization.

In the Israeli press, an official the proposed embassy shift has traveling with Prime Minister added a large log to a fire of Yitzhak Rabin on a visit to dispute over Jerusalem and its Washington was quoted as suggesting that the rightist Likud opposition was behind the ef-

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Almost inevitably, Palestinians would regard a move as a

The Palestinians want East

Technically, under the agreement that Israel and the PLO signed at the White House in 1993, that question does not have to be discussed before May 1996 and need not be set-

But in reality Jerusalem is already on the table. It has been put there by both sides through various actions, including a new Israeli project to confiscate 134 acres (55 hectares) of land in two largely Arab neighborhoods, mostly for a new police headquarters and housing for

Since the United States opposes the idea, a Security Council debate seems doubtful. But because of the embassy issue, America's intentions and its claims to impartiality in the peace talks are being ques-tioned anew by many Palestin-

The reported Dole plan comes after 93 of the 100 senators sent a letter last month to the Clinton administration urging that the embassy be moved from Tel Aviv by May 1999, when negotiations are supposed to be completed. To avoid ruffling the peace talks, the administration has yet to offer a clear

response. All countries, with the exception of El Salvador and Costa

the Americans may move to Jerusalem and thereby affirm that the city is Israel's capital. But ministers sounded distinctly unenthusiastic Sunday. Foreign Minister Shimon

Peres said there was "no need ective U.S. move, while Communications Minister Shulamit

negotiations.
"It has a smell of provoca-Rica, have their embassies in Tel Aviv. tion." she said.

Israel Repairs

Controls on

FAA Tightens

WASHINGTON - The Federal Aviation Administration has placed the main Israeli for our involvement" in a pro- aircraft repair station under close supervision after discovering maintenance lapses on U.S.-Aloni suggested that outsiders owned Boeing 747s that had were trying to interfere with the been modified in Israel, FAA

officials said. The FAA stopped short of revoking the certificate of the Bedek Aviation Division of Isracli Aircraft Industries. But under a consent agreement, outside inspectors must check all work on 747s until the Israeli government-owned company passes a new FAA inspection. U.S. regulations require FAA approval for any foreign repair station servicing U.S.-regis-

tered aircraft. Anthony J. Broderick, the FAA's associate administrator for regulation and certification, said the FAA had decided against harsher action because the company was cooperating fully. "They were very apologetic," he said.

A routine late-March inspection of a Tower Air 747 at John F. Kennedy International Airport in New York disclosed corrosion that had been painted over rather than repaired. FAA inspectors discovered that Bedek inspectors had certified that the corrosion work had

been completed. FAA inspectors also found work certified as completed but not performed on two 747 cargo planes. In one case, a Bedek employee had certified that a certain procedure was performed in an area of an aircraft that could not be reached be-

cause of earlier modifications. Marvin Klemow, vice president of public affairs for Israeli Aircraft Industries, said the company was eager to correct any problems and had agreed to all the FAA's proposals.

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In principle, the Rabin government should be ecstatic that the end of 1996. peace negotiations.

they should have been elated, statement by the United States but Israeli government leaders that it had changed its longresponded coolly Sunday _ a held position and now supportfew even icily — to efforts in the ed Israel's claims to all of Jeru-U.S. Congress to move the salem, including eastern American Embassy in Israel precincts captured from Jordan from Tel Aviv to Jerusalem in the 1967 Middle East war

the initiative by Republican Jerusalem for their own capital. congressional leaders, reported and the PLO chairman, Yasser this weekend, would cast shad- Arafat, warned in Cairo on ows over already troubled Sunday that an American move

While still far from a reality, ultimate fate.

tled until May 1999.

Mr. Arafat has resisted pres-sure to call off the talks because of the planned seizure. But he has campaigned vigorously against the Israeli move, and at his urging the Arab League asked the United Nations Security Council on Saturday to

condemn Israel for the seizure.

Over the weekend, the Senate majority leader, Bob Dole, was reported to be preparing a bill requiring that work on a new

TRAVEL UPDATE

Hezbollah Makes Pitch to Tourists BAALBEK, Lebanon (Reuters) - Lebanon's pro-Iranian Hezbollah Party, accused of kidnapping and killing Westerners in the

1980s, is opening its arms to tourists in the 1990s.

"Hezbollah welcomes visitors" declare large banners strung across streets this week in Baalbek, a stronghold of the Shiite Muslim group in Lebanon's eastern Bekaa Valley. The banners hang near Baalbek's Roman temples to Apollo and Bacchus, which are among Lebanon's major tourist attractions. The ban-ners also say: "Islam is the solution to all the problems of humanity: This is the message of Hezbollah to the whole world."

Cliff Drawings in France Endangered

PARIS (AP) — Some 36,000 ancient drawings etched into stones on Mont Bego in the French Alps may disappear under the graffiti scrawls of tourists, according to a French researcher.

Henry de Lumley, director of the Museum of Natural History, said the site in the Mercantour National Park was being vandanted. ized by visitors. The 4,000-year-old drawings depict sacred cows, their horns framing human faces.

This Week's Holidays

Banking and government offices will be closed or services curtailed in the following countries and their dependencies this week because of national and religious holidays:

MONDAY: Britain, Czech Republic, France, Philippines, Sandi Arabia.

TUESDAY: Armenia, Belarus, Kazakhstan, Kyrgyzstan, Russia, Sri Lanka, alikistan, Turkmenistan, Ukraine WEDNESDAY: Indonesia, Singapore THURSDAY: Cameroon. FRIDAY: Denmark SUNDAY: Malaysia.

Sources: J.P. Morgan, Reuters.

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Jose Caballero, an usher at the State Fair Music Hall, inspecting his damaged car in Dallas in the wake of the storm.

Away From Politics

Company of the second

• At least 16 persons were killed in the Dallas area by a storm with torrential rains, winds of up to 70 miles an hour (110 kilometers an hour), and hailstones described as being the size of grapefruit. Most of the victims drowned when flash floods engulied their cars, including five members of one family. Two workers were killed when a warehouse roof collapsed. Lightning struck and killed a 15year-old boy and also caused a house fire that killed a 70-year-old woman. Four persons were reported missing and more than 100 were treated for injuries, mostly minor. Damage estimates exceeded \$400 (AP, Reuters)

 A jury has awarded \$300,000 to the San Francisco Fire Department's first female

lieutenant, who said she was harassed, threatened and discriminated against. Ann Young charged in her lawsuit that male colleagues tried to push her off a building, threw debris from a fire at her and harassed her with pornography. She said her superiors retaliated against her for complaining. Ms. Young, 33, was one of the first four women to be hired by the department in 1987. She was made a licutenant two years later. She went on leave in August and said she did not plan

• A small fire caused slight damage to the space shuttle Endeavour at Cape Canaveral, Florida, but there were no injuries. The accident happened in the hangar when an undetermined amount of hydrazine fuel leaked as technicians tried to remove a thruster. The fuel apparently was ignited by a light held by a technician, or by a thermal blanket. (AP)

• An elderly Chicago woman, fearing that a bomb might be in a rental truck abandoned in her neighborhood helped the police make one of the biggest drug seizures in the city this year. Policemen uncovered cardboard boxes containing about 810 kilograms of uncut cocaine and 500 pounds of marijuana worth at least \$225 million. (AP)

• An earthquake measuring 5.0 on the Richter scale shook the Palm Springs area of Southern California. No damage or injuries were reported.

• Four persons, three of them children, were killed when fire gutted the top floor of a three-story apartment building in Chicago. The children, aged 2. 3 and 4, died of smoke inhalation. A 40-year-old woman was killed in a leap from a window, and six persons were injured jumping. Police suspected arson.

Helms Seeks Cuts In Financing UN

He Would Pull U.S. Out of ILO And Slash Other Agency Funds

U.S. activities abroad, a battle that pits the administration and

some moderate members of

Congress from both parties against Mr. Helms and other

conservatives who seek sharp cuts in spending on the State Department, the United Na-

The House International Relations Committee and the Sen-

ate Appropriations subcommit-

tee on foreign operations have

scheduled hearings this week on

measures to cut foreign opera-tions and aid spending and to reorganize the government's foreign policy apparatus, elimi-

nating the Agency for Interna-

tional Development.
Apparently in the belief that

the House is less committed to

quick action than the Senate

and time is on the administra-

tion's side there, Jill Buckley,

assistant administrator of AID

has devised a strategy of "delay,

postpone, obfuscate, derail," an

e-mail message to AID staff members said. "If we derail we

can kill the merger," it added.

faxed all over Washington Fri-

day. When gleeful Republicans

feat. These proposals are irre-

The administration and its

supporters say those who agree

with Mr. Helms are shortsighted isolationists who fail to un-derstand that the United States

has global leadership responsi-

bilities and that money spent on

diplomacy now can forestall

more expensive wars and disas-

Mr. Helms and other con-

essional Republicans argue

sponsible.

ters later.

The message was leaked and

tions and foreign aid.

By Thomas W. Lippman Washington Post Service

WASHINGTON - As Congress nears decisions on foreign aid and international operations spending. Senator Jesse Helms, chairman of the Foreign Relations Committee, has proposed terminating U.S. participation in the International Labor Organization and many other UN activities.

In a letter to the Budget Committee chairman, Senator Pete V. Domenici of New Mexico, Mr. Helms said the interna-tional affairs authorization bill prepared by his committee would seek to eliminate nearly \$100 million a year in funding ILO membership, the UN Industrial Development Organi-

zation and four smaller groups. The North Carolina Republican also said he would recommend "terminating or greatly reducing" funds for almost every UN-sponsored organization except Unicef, saving another \$200 million a year. His targets include the UN Development Program, to which Washington contributes \$118 million yearly. the UN Fellowship Program, circulated it, AID issued a with an annual U.S. budget of statement that said, "Our strat-\$100,000, the UN Population egy is not to delay, it is to de-Fund, and a fund set up to carry out the Montreal Protocol on global warming.

Mr. Helms is at the center of a furious battle over funding for

POLITICAL NOTES

Gingrich Cool to Abortion Measure

WASHINGTON - News Gingrich, the speaker of the House, said Sunday that there could be a rash of illegal abortions if Republicans pushed through a constitutional amendment to limit abortions.

The Georgia Republican, a strong opponent of abortion, said the nation needed to go through a long process of dialogue on the subject, and that simply amending the constitution might backfire.

"We have to win the argument in the country." Mr. Gingrich said in a television interview. "If all we did tomorrow morning was pass an amendment, you would have millions of

women going into back alleys having abortions."
The Republican platform calls for a constitutional amendment to ban most abortions, but Republican leaders in Congress have shown little enthusiasm for bringing up the issue. Instead, they are considering legislation, such as giving the states more power to withhold funding for abortions the case of rape or incest.

Clinton Vows to Bar Illegal Aliens
WASHINGTON — President Bill Clinton has promised to expedite deportations of illegal immigrants who are charged with breaking U.S. laws, even if they are not convicted. "It simply doesn't make any sense for us to have illegal

aliens in our custody in our courts and then let them go back to living here illegally," Mr. Clinton said Saturday in his weekly radio address. "That's wrong and we should stop it."

The president, noting that the United States is deporting about 40 000 illegal immigrants a week also pladed to along about 40,000 illegal immigrants a year, also pledged to clean out a backlog of 100,000 aliens awaiting deportation proceedings by streamlining the process (WP) ings by streamlining the process.

Gramm Blasts Federal 'Hammock'

WASHINGTON - Senator Phil Gramm, a Texas Republican, has blamed an "explosion" in the size of government over the past four decades for the deterioration in morality and values in America and said the only solution was to reduce the federal government sharply and give families more freedom to spend or save their own money.

In a speech designed to reassure social conservatives in the Republican Party that he will make their issues an essential part of his presidential campaign, Mr. Gramm told a college commencement audience that the social safety net erected by government by the New Deal and the Great Society had become "a hammock" that is robbing the country of freedom

ad virtue.

Mr. Gramm spoke at Liberty University in Lynchburg.

(WP) Virginia.

Black Is Elected Mayor of Dallas

DALLAS - Ron Kirk, a former Texas secretary of state, has been elected mayor of Dallas in a landslide, becoming the first black mayor of any major city in the state. With 865 of 875 precincts reporting, Mr. Kirk had 68,541

votes, or 62 percent. Darrell Jordan, a lawyer, trailed with 24,933 votes, or 23 percent, and City Councilman Domingo Garcia had 13,946 votes, or 13 percent.

"I've always believed that if you had to choose between

making history and making sense, you ought to make sense first," said Mr. Kirk, who will be sworn in June 5. "What we did was articulate a vision that made sense to the voters of

Quote / Unquote

Governor Pete Wilson of California, a candidate for the Republican presidential nomination, on his failure to pay Social Security taxes on a maid: "Those opponents of immigration reform who think they can use this against me to silence the debate on illegal immigration are mistaken. The voters are far more concerned with how the federal government is failing to control our borders today, than with who was hired 17 years ago to help with the housework." (NYT)

Fearing Federal 'Persecution,' Militias Take Cover

By Serge F. Kovaleski and Susan Schmidt Washington Post Service

A Tighter

ael Repo

WASHINGTON - The Oregon Militia has disbanded and is destroying its records because it fears "persecution" by federal agents. Membership in a Florida paramilitary group has taken a dive. And the radio voice of the militia movement has been yanked off the airwaves.

These are tough times for a number of citizen militias across the United States. Law enforcement officials believe that one of the people charged in the bombing of an Oklahoma City federal building last month may have ties to militias in Michigan and Arizona. Those suspicions are taking a toll on segments of the self-described anti-government patriot move-ment, both within the ranks and in the communities where paramilitary groups operate.

Although militias have been thriving over the past year, some members are rethinking their affiliations and weighing whether the angry rhetoric and firearms fervor that the organizations espouse are too ex-

Others, who say they are concerned about their safety, are disassociating themselves from militias altogether for fear the federal government may launch a campaign to stamp out the

"We are seeing weekend war-riors who participated in militias merely as an exercise of their Second Amendment rights distancing themselves from the hard cores, the true ideologues of the movement, who will stay firmly entrenched," said Steven L. Gardner, research director at the Coalition for Human Dignity, a Portland, Oregon, watchdog group that tracks militias.
While the movement has

not been proven criminally responsible for the bombing, it has been indicted morally," Mr. Gardner said. "For some, the cost of being associated with such a stigma is too high."

Since the Oklahoma blast, some militias have been ostracized by local residents and carefully watched by local law enforcement authorities who previously had paid little attention to them.

We have a higher level of vigilance and caution because we want to make sure that some of these beliefs are not distorted into violence," said Dave Wareing, chief of operations for the Whatcom County Sheriff's Office in northeast Washington

He said that officers had been told to be watchful for armed individuals garbed in camouflage, cars without li-cense plates or drivers without licenses — all of which could indicate membership in a militia or patriot group.

"We want to get a sense of whether more people are mobi-lizing to commit criminal acts," Mr. Wareing said.

Consequently, watchdog groups said they expected that many paramilitary outfits would start to operate more secretively by breaking up into clusters of anywhere from 5 to 15 members that are harder for law enforcement to monitor. The founder of the Oregon

Militia, Michael J. Cross, said he had decided to dissolve his group last week after he became suspicious that it had been infiltrated "to about the highest level" by individuals working for the federal government. "All records will be de-

stroyed," Mr. Cross said. He added, "I said to the members if they want to form small cell groups, that would be safer than one big organiza-

Mr. Cross, 28, an insurance salesman in the state capital, Salem, said that participation in the militia, which had claimed about 300 members, had dropped following the Oklaho-

ma City attack.

Mr. Cross, who single-handedly ran the militia, said had he dissolved the organization to protect himself, his family and his followers from a hostile government, which he believes was responsible for the April 19 bombing of the Alfred P. Mur-rah Federal Building.

He suggested that the terrorist act was carried out by a "rogue agency" to destroy doc-uments relating to the 1993 showdown between federal agents and the Branch Davidian cult near Waco, Texas, so there would not be a renewed

inquiry into the case.

If they would blow up one of their own buildings, who knows what they could do to militias," Mr. Cross said in a tary called "Hearts of Hate" recent interview. He said during that aired in February: "Canathe interview he had been told da — I almost have to pinch

that an acquaintance had just been arrested by agents from the Bureau of Alcohol, Tobacco and Firearms.

"I fear for my safety and my family's safety because of misguided actions the government has taken on innocent people in Waco and other places," he A leader of the Florida Patri-

ots Network said the fallout from the bombing was affecting membership. The leader, John Adams, said that at a meeting last week of his cell group, one of a number that make up the Florida militia, only four peo-

ple came, compared with the 15 or so who regularly attend. This has separated the men

from the boys, so to speak," Mr. Adams said. "It's very damaging, very damaging. It sets us back several years. Militia leaders said they were

trying to salvage the movement's tarnished image, which they blame on scapegoating by the federal government and biased news coverage, by being as cooperative as possible with law enforcement authorities and news organizations.

The Militia of Montana, for example, has opened its head-

quarters in Noxon to large numbers of journalists, allow ing them to come and go as they please and providing them with reams of documentation, lengthy interviews and complimentary coffee and cookies.

"We want the public to see our heart's intent," said cofounder John Trochmann, 51. He claimed that his group has not been adversely affected by other nonmilitary government the bombing and that the office activities abroad, as well as forcontinues to be flooded by in- eign aid. The administration is quiries from supporters seeking seeking \$21.2 billion for fiscal information about the militia 1996, almost the same as this "Our interest is the welfare of year's allocation.

that current programs are inefficient, that many UN organizations serve little purpose and international activities cannot be spared in budget-cutting.

At issue is the size of the socalled 150 account, which funds the State Department, AID and

A fellow Heritage Front leader. George Burdi, founded a rock band called RaHoWa (for Racial Holy War) that records for Resistance Records of Detroit. An Aryan leader, Tony McAleer, moved his Canadian Liberty Net telephone hate line to Bellingham, Washington, after he was shut down in Van-COUVET.

ness for firearms, but some of gun-prone as well, according to Warren Kinsella, who has written a book on the subject. The Heritage Front requires its members to obtain licenses to buy guns, he said, and even though militias are illegal, he has seen paramilitary training

Hate groups here share distaste for the national govern-ment with their American counterparts. A Canadian Aryan Nations leader, Charles Scott, says the government is "conscribe to the credo of govern-

"All the characters I've inter-Most of the leaders of the viewed for the last 10 years have

Gourmets states plus Alberta and British Columbia in Canada. In 1990, the Canadian Aryan Nations' leader, then Terry Long correspined a white su love us ble they have entered a new phase where they are going to get more violent." Canada's legal system is GENEVA moving against rightist extremists. Mr. Burdi was convicted in need The Jeading Hotels of the Worlde April on assault charges arising from street riots in Ottawa in

HŌTEL DU RHŌNE The very best downtown location" Tel. (4122) 731 98 31 1993. Mr. Droege is headed for prison on contempt charges. Fax (4122) 732 45 58

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INSTRUMENTS FOR PROFESSIONALS

Canada Wakes Up to Rising Home-Grown Hatred myself when I say this — is on a

By Anne Swardson Washington Post Service

TORONTO — Canadians have reacted to the bombing of the federal building in Oklahoma City with horror, and not just because of the human losses. The blast also has forced this peace-loving nation to con-front the fact that organized hate is on the rise in Canada.

Experts who follow hate groups here say their numbers are growing, their ties to American paramilitary and white-supremacist groups are strengthening, and they are recruiting from an ever younger, angrier base of adherents who do not rule out violence of any kind.

Whether engaging in small-scale rioting on the streets of Ottawa, stockpiling weapons in Toronto, burning crosses in Alberta or running telephone hate lines from Vancouver, Canadian extremists are raising fears that the kind of violence displayed in Oklahoma City is not out of the question north of the

Citing a handful of murders by people with neo-Nazi or white-supremacist connections in recent years, Stephen Schein-berg of Concordia University said: "The extreme right in Canada has already shown it is murderous. To move from there to terrorism doesn't take so

great a step." Or, as a Toronto-based neo-Nazi leader, Wolfgang Droege, put it on a television documen-

course towards chaos." Canada's hate movement is generally believed to be disproportionately smaller than organized hate groups in the United States, and its white-supremacist and other organizations less focused on firearms than comparable American groups. More restrictive Canadian laws forbid private militias, as well as telephone hate lines and other propaganda given more con-

'Canada — I almost have to pinch myself when I say this -- is on a course towards chaos. Wolfgang Droege, a

stitutional protection in the United States.

Toronto Neo-Nazi leader.

But hate has a long history in Canada. The first Ku Klux Klan Canadian cell was found-ed in 1921; the first cross burnings began a few months later. Klan adherents burned a Catholic college in Winnipeg in 1922, killing 10 students.

Only in the last five to 10 years have other major hate roups taken a foothold in Canada. In the west, the Aryan Nations has spread from Idaho into western Canada. One goal of the organization is to found an all-white country that would entered the scene as a Canadian encompass roughly the five coordinator for a Louisianan

Nations' leader, then Terry and drug charges. Long, organized a white-su- A fellow Heritag premacist gathering in rural Provost, Alberta, that made many Canadians realize for the first time that hate was sprouting on their soil. In addition to burning a 30-foot-high cross and displaying swastikas, at-tendees shouted at and roughed up anti-racism protesters and members of the media.

In Toronto, the six-year-old In Toronto, the six-year-old Extremist American groups Heritage Front is considered may talk more about their fondone of the country's most influential hate groups. Founded by the Canadian organizations are Mr. Droege, it has strong apgun-prone as well, according to peal to young people. At a time when immigration to Canada is rising and youth unemployment is high, the front spreads its pro-white, anti-black, anti-semitic message on the grounds of Toronto-area high schools and colleges. The front claims membership of about 400, he

During a 1993 raid of the Toronto home of a Heritage Front member, Richard Manley, police found an AR-15 assault rifle, an Uzi automatic spiring to murder my kind," machine pistol, a semiautomatand Mr. Kinsella said most Caic Ruger Mini-14, other fire-arms and 2,200 rounds of armor-piercing bullets. Nearly all ment being a willing tool of the the cache was illegal under Ca-Zionist conspiracy." As a result, nadian law. Police say they do he said, a potential for domestic not know why Mr. Manley was terrorism in Canada exists.

collecting the armaments. Canadian hate movement have American ties. Mr. Droege first

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AMERICAN TOPICS

20 Classic Comic Strips Get (Postage) Stamp of Approval

In commemoration of the 100th anniversary of the American comic strip, the U.S. Postal Service has issued a sheet of 20 stamps portraying classic strips over the first 50 years, from 1895 to 1945.

They are Gasoline Alley. Orphan Annie, Popeye. Blondie, Dick Tracy, Barney Google, Alley Oop, The Yellow Kid, The Katzenjammer Kids, Little Nemo in Slumberland, Bringing Up Father (Maggie and Jiggs), Krazy Kat, Rube Goldberg Inventions, Topperville Folks, Nancy, Flash Gor-Toonerville Folks, Nancy, Flash Gor-

don, Lil Abner, Terry and the Pirates, Prince Valiant and Brenda Starr.

Although Mort Walker, the creator of Beetle Bailey, has been campaigning for comic stamps for decades, he was omitted, as was George Shulz, who draws Peanuts. With one exception, only deceased creators were eligible, though in many cases their strips

The exception was Dale Messick, 89, creator of Brenda Starr, who was included as the first female illustrator to score a major success in comics.

Short Takes

Ed Means had brought his 8-year-old daughter to the office for Take Our Daughters to Work Day, only to be told that he had just been dismissed as part of a company retrenchment program. Ed Neenan, vice president of the computer software company

in Milford, Ohio, who gave Mr. Means the bad news, said he did not know that Mr. Means' daughter, Marisa, was in the office, and conceded that the "timing was truly regrettable." Marisa had packed a lunch and brought along some books for her day at Dad's job. Mr. Means, a systems engineering manager, said he already had one job offer - plus about 70 phone calls from reporters seeking in-

"On the Waterfront," the stage version of the 1954 film classic, closed on Broadway last week after a weeklong run and a loss of more than \$2.5 million. The show's original director left and had to be replaced. Two leading actors also departed. And at the show's final preview performance, one

actor suffered a heart attack on stage. Why is it possible to see the dark-Structural Dynamics Research Corp. | ened part of a crescent moon? Because

of Earthshine, says the "Why Things Are" column of The Washington Post. The sun shines on the Earth, the light is reflected to the moon, then reflected back to earth - not much light, but enough. Earth, by the way, is much brighter in the sky than the moon. Earth's sea and clouds being much better reflectors than dull gray moon

The Los Angeles Times columnist Jim Murray recounts how Tommy Bolt, having a bad round of golf, "had filled the water hazards with thrown clubs" and found himself on the final hole with 240 yards to the green. "What's the shot?" he asked the caddie. "A six-iron," the boy answered. "A six-iron!" roared Mr. Bolt. "How can you expect me to get there with a six-iron?" "Because it's the only club you have left, Mr. Bolt," the caddie told him.

International Herald Tribune.

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After Years as 'Sick Man of Asia,' Philippines Enjoys a Healthier Economy ry of the Philippines is one of lost opportunity, and Mr. Ramos's leadership has been tested this spring by the uproar over the execution in Singapore of a

lipino maid, Flor Contemplacion, 42, whose name has become a rallying cry for the nation's poor.

Many Filipinos say Mr. Ramos did not do enough to save Mrs. Contemplacion, who was convicted of two murders, from being sent to the gallows. The furor could cost Mr. Ramos's supporters at least a

few seats in the Philippine Congress in elections But the debate has not dampened the enthusiasm of many economists and foreign investors who say that under Mr. Ramos the Philippines appears to have come to the end of an era of decay that began during the dictatorship of Ferdinand E. Marcos and continued through the chaos of the presidency of

Corazon C. Aquino. The economy grew by 5.1 percent in 1994 — modest by the standards of Southeast Asia but dazzling for the Philippines — and is projected to grow by at least 6 percent this year. Exports rose in 1994 by nearly 20 percent, while commitments for foreign investment quadrupled, reaching \$2.5 bil-

Michael Taylor, an economist with Morgan Stanley, described the accomplishments as "a truly unexpected Asian economic miracle.

Smokey Mountain is being bulldozed, and its 10,000 residents are being moved to a new housing development that will offer them running water. most for the first time.

and a toilet," said Anna Mae Paronda, 33, a ragpicker with four children. Across town, the lights are back on, the result of a crash program to build the h

"The vision of President Ramos is changing the Philippines," said Mr. Tiffany, whose company plans to spend \$600 million on new oil refineries. Still, the question for Mr. Ramos is whether the problems of the Philippines are too entrenched to

allow this country ever to achieve real prosperity. While the official unemployment rate is about 9 percent, as much as one-third of the work force is considered chronically underemployed.

And there is little hope that before he leaves office in 1998—he is permitted only one six-year term— Mr. Ramos will have made any real improvement in the lives of the poor, who have one of the highest birth rates in Asia.

The presidential residence, Malacanang Palace, has changed little since the days of Mr. Marcos, whose 20-year rule left the country in tatters by the time he was forced into exile in the United States in

The ostentatious decor beloved by the former first lady, Imelda Marcos, is at odds with the informality of the palace's newest tenant, Mr. Ramos, a cigarchomping West Point-educated general whose decision to turn on Mr. Marcos in 1986 made him a hero of the "people power" revolt led by Mrs. Aquino. Mr. Ramos, 67, laughed when asked if the Philip-

"It will be good for my kids to have a clean house pines could still be described as the "sick man of

"Oh, no," he said. "The sick man has been out of the hospital for a long time. And he's up and

Mr. Ramos has done much to reassure foreign investors who fled from the Philippines during the presidency of Mrs. Aquino. Her government faced almost daily coup threats from disgruntled soldiers. An investment in the Philippines is still a gamble, of course. Investors on the southern island of Min-

danao have been alarmed by a wave of violence by Muslim militants there who may have allied themselves with suspected Middle Eastern terrorists. The anger over the Contemplacion case has frightened away the Singaporeans who had been a large

source of investment in the Philippines. But even as Singaporeans pull out, much larger foreign investors say they are here to stay.

"I have the impression that the Philippines is back on track for good," said Shoichiro Toyoda, chairman of Toyota Motors, which plans to build a second assembly plant here. Not everyone is convinced that the economic

revival of the Philippines will last, and there was alarm here last winter over the collapse of the Mexican economy, which had been seen as a model for the Philippines and other developing countries.
"Is this bubble going to burst?" said Solita CollasMonsod, an economist at the University of the

being spent to build job-creating factories, and too edly

much poured into stocks and bonds of Philippine ompanies.
"Mexico had an enormous amount of portfolio

investments and look what happened there," she

But other economists say the Philippines has done a far better job than Mexico in managing its econo-

Once among the most protectionist nations in Asia, the Philippines under Mr. Ramos has also eased currency controls, cut import duties and courted foreign investors.

Mr. Ramos's most lasting contribution to the economy may be his assault on the handful of oligarchic families who control most of the nation's wealth, including the Cojuangco family, the clan that controls Philippine Long Distance Telephone

For millions of Filipinos, the phone company symbolized what was wrong with the country. Effec-tively a monopoly, it provided some of the worst phone service in Asia at some of its highest prices. In 1993 there was a backlog of hundreds of thousands of people seeking phone lines, with many told not to expect installation until well into the next

But the monopoly-like grip of the Cojuangcos, relatives of Mrs. Aquino's, ended last year, when the government opened the telephone industry to competition. New phone companies have been formed. Philippines. She said too little foreign money was In just a year, telephone service has improved mark-

BRIEFLY ASIA

icemen, were fatally shot in a northern Indian village, apparently as part of a caste vendetta, the police said Sunday. The killings occurred Saturday at Gorakh Diha in the state of Uttar Pradesh, said the state police chief, V.S. Mathur. The

village is about 220 kilometers southeast of Lucknow.

All those killed belonged to the higher-ranking Brahmin or

Vietnam Seeks Better Sea Defense

HANOI - Officials said Vietnam should improve its

deployment of naval forces amid tensions in the disputed Spratty Islands in the South China Sea, the army daily Quan Doi Nhan Dan said Sunday.

At a ceremony for the 40th anniversary of the Vietnamese

Navy, the deputy defense minister, General Nguyen Thoi Bung, said the force's most important task "is to solidly

defend the coastal waters and islands belonging to Vietnam."

Separately, Vice Admiral Mai Xuan Vinh called for the

SEOUL - Officials from the United States, South Korea

and Japan will meet here Wednesday to wrestle with ways to

The U.S. ambassador at large, Robert Gallucci, will fly into Seoul on Monday, and on Wednesday will meet with the Japanese ambassador for nuclear affairs. Tetsuya Endo, and

More than 50 marchers crossed from Thailand to the ambodian town of Poinet on Sunday to ioin about 500

South Korea's nuclear chief negotiator, Chae Dong Jin.

"gradual improvement of the strategic deployment of naval

Meeting on North Korea Accord

Chief Mathur said that after the killings, 2,000 villagers demonstrated against a minister from the Bahujan Samaj Party, a lower-caste party that is part of a coalition govern-

Kshatriya Hindu castes or the Yadav community.

ment in the state.

the newspaper reported.

forces" in the South China Sea.

For the Record:

restart nuclear talks with North Korea.

7 Killed in Hindu Caste Violence LUCKNOW, India - Seven people, including three po-

A Poison Gas Scare Rattles Japan Again

By Philip Shenon Vew York Times Service

MANILA - It became the nightmarish symbol

of a desperate nation: thousands of Filipinos

swarming over a mountain of garbage as tall as a 10-story building, scavenging an Everest of rotting trash with their bare hands.

A generation of ragpickers settled in shanties atop

Smokey Mountain, named for the noxious haze

from methane fires smoldering beneath the refuse.

Across town, Manila's rich had their own evi-

dence of the collapse of a nation that was once the

most prosperous in Southeast Asia: they could not even keep the lights on. In the early 1990s, the

capital's business districts were blacked out for half

William Tiffany, president of Caltex Philippines,

an American-owned oil company, saw the blackouts as evidence of a nation "with no direction for the

future, with no commitment for sorting out its

Many large foreign investors talked openly of

But could the terrible times finally be over? Al-

most three years after the inauguration of Fidel V.

Ramos as president, the symbols of stagnation have

begun to disappear, replaced by the hope that this

nation of 67 million might finally be shaking its decades-old reputation as "the sick man of Asia."

The optimism is not universal. The modern histo-

the day when the antiquated power grid failed.

giving up on this former American colony.

ment, as the nation remained under siege after a new poison

s attack. the other bag and fumes from With no sign of break- the chemicals had mixed. gas attack. throughs in either the latest atpast seven weeks - authorities

could only tighten security. and 60,000 police were on duty in Tokyo alone as residents poured back into the city at the end of a five-day holiday period known as "Golden Week."

The security precautions went into force within hours of gas attack at Shinjuku, Tokyo's busiest rail station, where chemical experts estimate that thousands of people could have

In the attack, two plastic bags full of chemicals needed to make lethal cyanide gas were

found in a men's toilet.

Rewers One bag contained 2 liters TOKYO — Barbed wire (about a half-gallon) of sodium went up Sunday for the first cyanide powder, which was altime around one of Japan's ready on fire; beside it was a most traditional events, the bag containing 1.5 liters of di-summer sumo wrestling tourna-luted sulphuric acid. Cyanide gas would have been set off if the flames had fully spread to

The police said the flames tack - or three others over the had been near the second bag when a man who went to use the toilet alerted subway guards Trash bins were taped shut at who were passing by. The airports and railway stations guards, who ran into the toilet and doused the bags with water. were overcome by fumes and briefly hospitalized.

The police believe that the Shinjuku attack had been carefully planned and that only luck Friday night's foiled cyanide and a matter of seconds had averted a disaster that would have dwarfed the one that killed 12 people and injured 5,000 when sarin nerve gas was released into Tokyo's subway system on March 20.

They said the bags had been planted in the toilet between routine visits by cleaners and



The media staking out an Aum Shinrikyo compound in Kamikuishiki, Japan, where the cult's leader is believed to be hiding.

guards. The timing of the 7:30 said it possibly was connected P.M. attack coincided with a with the March gas attack. period when the station is usu-

The police classified the inci-

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said it possibly was connected which has been linked to the Aum Shinrikyo cult.

In a sign that investigations

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the four daily checks by security dent as attempted murder and were still focused on the sect. the police raided more cult facilities over the weekend and arrested more of its followers. They said that ingredients needed to make sarin and cya-

nide gases had been found in the raids.

The sect denies involvement in the attacks and has protested its innocence in broadcasts

from cars touring the city.

Bhutto Is Set Back On Blasphemy Law

ISLAMABAD, Pakistan -Prime Minister Benazir Bhutto's effort to amend Pakistan's blasphemy law has been set back as legislators in a key province joined religious par-

ties to oppose the proposal.

Miss Bhutto has said the law should be revised to prevent its abuse and allay fears of persecution among the religious minorities of Muslim Pakistan. The law was promulagted in 1985 by then-President Mohammed Zia ul-Haq. It calls for the death penalty for anyone

convicted of insulting or defiling the prophet Mohammed.
Religious parties have strenuously fought any amendment of the legislation.

They were joined last week by the assembly in Punjab, which unanimously adopted a resolution calling on the government not to amend the law in a way that would be "repugnant" to the Koran and Islamic tradition

The resolution reflected the sentiments of the people of Punjab, home to 60 percent of Pakistan's 130 million people, said Ghafoor Haider, secretary general of the Jamaat-i-Islami, which advocates the adoption of a constitution in accordance

with Sunni Islamic teachings. The resolution came a month after Miss Bhutto's adviser on human rights, Kamran Rizvi, announced that the proposed changes would include a punishment of up to 10 years in prison for anyone who falsely accused another of blasphemy. Another proposal would re-

quire that a case be registered by the police only after a judi-cial inquiry found sufficient grounds to proceed with charges, Mr. Rizvi said. His statement triggered an angry reaction from the Muslim

parties. Hamid ul-Haq, the spokesman for the National Solidarity Council, a group of more than a dozen religious parties, said a nationwide protest campaign would be launched on May 29 if the government adopted the changes. Mr. Haider of Jamaat-i-Islami said that changing the law would be the government's

He denied that the law tar-

But Christians and other non-Muslim groups in Pakistan contend that extremists have exploited the law to harass them, even though no one has yet been executed under it.

In February, a lower court sentenced two Catholics to death on blasphemy charges: Salamat Masih, 14, and his uncle, Rehmat Masih, 40. But the Lahore High Court overturned their convictions for "lack of evidence." They had been accused of scribbling blasphemous statements on a mosque

Despite their acquittal, the two feared for their lives and left Pakistan for asylum in Ger-

Cambodian monks and nuns on a peace march, despite recent attacks by Khmer Rouge guerrillas. The first Chinese team to conquer the North Pole has raised China's flag over the world's most northerly point, the Xinhua press agency reported Sunday.

VOICES From Asia Tomichi Murayama, the Japanese prime minister, after the breakdown of trade talks with the United States: "The Japanese government did all it could do to settle the issue in line with international rules."

Koa Tasaka, a chemistry professor at Tokyo International Christian University, on the latest discovery of potentially lethal chemicals in the Tokyo subway system: "The idea of putting the chemicals in two separate bags and setting them on fire is not a tactic everybody would think of. The suspect must be an expert on toxic gases."

A.M. Sethna, a former lieutenant general in the Indian Army, on his reaction to the German surrender in World War II: "There was no real sense of easing off because the Japanese were not to be taken lightly. At that time, Japan and the Japanese soldier were considered unbeatable." (Reuters)

CHINA: Workers Take Advantage of the 5-Day Week

Continued from Page 1

(\$17.60) on tickets for the he earms only about \$100 a month.

But the main target of the new five-day workweek is not the emerging leisure class in China. It is the struggling working class. The state-owned enterprises employ about 120 million people, and an estimated 20 percent to 30 percent of them are not needed to do any work, according to government planning officials.

"Many enterprises I visited say they have quite a lot of surplus labor," said Guo Shuqing, an economist with the State Commission on the Reform of the Economic System. "They have too many people, too little work. Maybe for each person the actual working time will be shorter, but in general you will be able to employ more peo-

The director of the Xian Blower Factory, which makes industrial fans and air blowers, said the factory would not be affected at all. Usually the workers had nothing to do on Saturdays anyway, she said, so now that problem is solved. And the factory can save on its energy costs by just closing

tion lives in rural areas where work schedule. Schools and the seasons dictate their work universities can phase in the hard as eyer.

companies to keep the same ment said.

(\$17.60) on tickets for the schedules. In addition, a grownew schedule by the beginning amusement park even though ing number of people with their of next year. Work units claimown businesses will work just as ing "special difficulties in adopting the measure" will re-Loopholes in the law will al- ceive grace periods to implelow some departments and ment the system, the govern-

TRADE: Sanctions Threat

Continued from Page 1

on for too long, and the presi-dent will act decisively."

Steven Brull of the Interna-tional Herald Tribune reported from Tokyo: Japan's chief trade negotiator

appealed for calm Sunday after the breakdown of auto negotiations raised the specter of sanctions on Japanese car exports and additional upward pressure

on the yen.

Speaking to reporters after returning from the failed talks in Canada, Mr. Hashimoto urged Japan to remain cool after the National Economic makers. Council recommended that Mr. Clinton impose sanctions on Japanese imports.
"The NEC recommendation

is not a government decision, so we shouldn't be in a panic," Mr. Hashimoto said.

Instead, he reaffirmed that if But something is lost when a government proclamation is translated into reality. Vast Organization, which, he said, was certain to rule in its favor. "One government is demand-

policies of companies in the private sector," he said. "I can't possibly understand that this doesn't violate WTO rules."

The main sumbling block in the talks was Tokyo's refusal to have Japanese automakers renew and increase "voluntary plans" made in 1992 that outlined increased purchases of American car paris. Mr. Hashimoto said Japan could never accede to this demand because the government had no right to interfere in the business plans of private-sector companies.

His posture drew immediate support from Japanese auto-"It is truly regrettable that

the auto trade talks have broken down due to continued insistence by the United States that. the voluntary purchase plans be increased and revised," the president of Nissan Motor Co., Yoshifumi Tsuji, said.

Analysts say Washington's. strategy is to squeeze Japanese car companies until they decide. to compile "voluntary" procurement plans as well as improve access for foreign vehicles. to their dealer networks.

Appears on Page 9 ANNOUNCEMENTS



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geted the Christian minority, saying that it was for everyone. "If a Muslim indulges in insuling the Christ, he is to be condemned to death," he said.

worst mistake.

numbers of Chinese people will not be affected by the new law. About two-thirds of the populaing a change in the managerial

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A Ukrainian UN peacekeeper at the Sarajevo airport Sunday carrying a chair to help support the coffin of a colleague who was killed by a sniper.

Investigation Shakes Italy's Crusading Magistrates

By John Tagliabue New York Times Service

ROME — The magistrates whose corruption inquiries brought down Italy's political old guard have been thrust into the public eye once again, with word that the Justice Ministry is trying to decide whether they can be prosecuted.

The government acknowlweek that it had

minister as saying.

the polls last month.

round on April 23.

to Europe, analysts said.

European Union.

opened an investigation into since the resignation of their three years of work by the magistrates to determine whether they abused their office through preventive detention of suspects or by intimidating government inspectors who were sent last year to inquire into

The announcement was a serious blow to the anti-corruption magistrates, whose work has been increasingly hampered

BRIEFLY EUROPE

Syria Puts Off EU on Talks in Fall

DAMASCUS — A European Union delegation that had sought to persuade Syria to take part in a forthcoming

conference on improving political and trade ties between countries in the Mediterranean area left here on Sunday

The delegation mel with Foreign Minister Farouk Shara and the deputy prime minister for economic affairs, Salim

Mr. Shara did not make it clear to the delegation headed by

Bernard Prague of France whether his country would partici-

pate in the conference in Barcelona in November. Syria normally boycotts forums attended by Israeli delegates, "Syria is eager to develop and expand its future coopera-tion with the European Union," SANA quoted the foreign

Local Polls Test Berlusconi Forces

ROME - Italians voted in local polls on Sunday in

another test of strength between the center-right and center-

left ahead of a general election expected next fall.

The run-off elections for 189 mayors and 54 provincial

presidents was also a test of the cohesion of former Prime

Minister Silvio Berluscom's center-right Freedom Alliance following a lackluster showing for the Freedom Alliance at

About 31 million Italians were eligible to vote in the second-round contests between the two leading candidates in

races where no one reached more than 50 percent in the first

Most of the mayoral contests were in small and mid-sized

cities, while a number of races for provincial presidents were being held in bigger provinces such as Milan, Turin and Venice in the north and Naples in the south.

In elections for regional governments, also held on April 23, setbacks for the Freedom Alliance led Mr. Berlusconi to

Setback for Rebels and for Ankara

ANKARA - Turkey's six-week incursion against Kurdish

The incursion led Germany, Turkey's NATO ally, to freeze

rebels in northern Iraq has ended with limited military success

and has damaged Ankara's long-held ambitions to get closer

military aid to Ankara, caused a break in relations between

Turkey and the Council of Europe, and upset the European Parliament, which is to vote later this year on whether to ratify a customs-union agreement between Turkey and the

"Diplomatically, Turkey has paid a very high price for the operation," said Sedat Ergin, a columnist for the independent

newspaper Hurrivet in Islanbul.

The Turkish military announced the end of the operation

on Friday. The army says it destroyed dozens of rebel camps

in Iraq and cut off the guerrillas' supply routes into Turkey.

A Western analyst said: "Now the troops are out; Germany will probably end up giving military supplies back to Turkey

soon and the Council of Europe row can be stitched up. But

But most of the rebels escaped the Turkish attack.

the real problem is the customs union."

drop his call for general elections in June.

Yassin, the official Syrian Press agency, SANA, reported.

without obtaining a commitment from Damascus.

tro, in December. In stepping down, Mr. Di Pietro said political pressure had made it impossible for him to do his work.

The government's inquiry illustrates the degree to which investigations have become an instrument of political warfare between right and left as factions position themselves for national elections.

The governing of Italy has been clouded by uncertainty since a center-right entrepre-neur, Silvio Berlusconi, swamped by accusations of corrupt business practices in his business empire, stepped down as prime minister in December. Parliamentary elections now seem likely to take place in the

The order to investigate the magistrates was issued last week by Justice Minister Filippo Mancuso, 74, a former judge who took office in January as part of a cabinet headed by Prime Minister Lamberto Dini. But the decision was anziana Maiolo, a lawmaker in the Forza Italia party of Mr. Berlusconi, who leads the centerright forces in Parliament.

Mr. Berlusconi's government first sent inspectors to investigate the anti-corruption magistrates at their Milan headquarters last year.

The suspicion now, as then, is that Mr. Berlusconi is seeking to blunt the impact of the corruption investigations, which in recent months have focused ever more closely on his corporate empire, Fininvest.

On Wednesday, magistrates in Naples announced that they had detained a former executive of Fininvest on suspicion of corruption, though he was later

Although Mrs. Maiolo disclosed the Justice Ministry's action to the press, Mr. Mancuso's ministry refused to confirm the report until late Friday and then only after the minister was admonished to do so in a phone call from President Oscar Luigi Scalfaro.

Since the investigations began in February 1992, thousands of politicians and busi-

U.K. Tory Leader Maps Plan to Rally Backers

Reuters
LONDON — Prime Minister John Major began a desperate fight Sunday to win back the hearts and minds of voters after a big defeat in local elections. Mr. Major asked party offi-

cials to set up meetings across Britain for him to talk with Conservative Party members, dispirited and angry after Thursday's rout. But he said he would not change his policies to win over the electorate.

European Union events scheduled for Monday:

PARIS: The European Commission president, Jacques Santer, meets with Prime Minister Jean Chretien of Canada on strained EU-Canadian relations.

MADRID: The EU commissioner for industry, Martin Bangemann, holds talks with the Spanish minister for telecommunications, Jose Borrell, and the Spanish minister for industry. Juan Manuel Eguiagarray.

HELSINKI: The EU commissioner for the interior and justice, Anita Gradin, meets with Prime Minister Paavo Lipponen of Finland and Finnish government ministers.

BRUSSELS: The European Parliament celebrates the 50th anniversary of the end of World War II and the 45th anniversary of the Schuman declaration, which launched the Europe an Coal and Steel Community.

BRUSSELS: Euro-Citizen-Action-Service opens a medical

Sources: Agence Europe, AFP.

LE VRAI LUXE C'EST L'ESPACE

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Serbian Shells Kill 9 in Sarajevo 15 Seriously Injured in Heavy Mortar Attack

By John Pomfret Mashington Post Service

ZAGREB, Croatia - Bosnian Serbian forces shelled a Sarajevo suburb on Sunday, killing nine people in the worst attack on that UN-designated 'sale area" since an often violated four-month cease-fire expired last week.

United Nations officials said initial assessments showed the Serbs fired 120mm mortars from within territory they control. A UN resolution has hanned these weapons from use around the Bosnian capital since February 1994.

The officials said that no consideration was being given to asking NATO to strike back at the Serbs. UN Security Council resolutions give the UN mission in Bosnia the right to use NATO air power to protect the city. So far, NATO power has been used around Saraievo only to stop Bosnian Serbs from deploying heavy guns.

The attack on Sarajevo and the suburb of Butmir, in which 15 other persons were reported seriously wounded, fit with the predictions of many UN officers that after the UN's failure to extend the cease-fire the Serbs would increase their pres-sure on the Bosnian Muslims

Since the cease-fire expired, Serbian forces in Bosnia and Croatia have shelled civilians in the northwestern Bihac pocket the judicial system, no one has daily. One UN spokesman called the Bihac attacks, which narrowly missed the town's

'murder.' In addition, the recent defeat of Croatian Serbian forces by the Croatian Army is also ex-

week, Bosnian Serbian forces shelled the mostly Croatian pocket of Orasje northwest of the Serbian-held city of Brcko. And on Sunday, masked Bosnian Serbs used mines to blow up a Roman Catholic church

and monastery in the Serbianheld city of Banja Luka. The church bombing spread fear among the remaining Croats in the town.

crowded hospital two days ago,

Bosnian Urges Response

Prime Minister Haris Silaidzic of Bosnia demanded that the international community either respond to the Serbian attack pected to increase pressure on on the Sarajevo suburb or allow Croats living in Bosnia Last Bosnia the right to buy arms to defend itself. Agence France-Presse reported from Sarajevo.

"Our question to the international community is: Are they going to do something about this or are they going to let us do something about it?" he said. If Security Council members or countries in NATO do not respond forcefully, he argued, then they should lift the

Chechen Chief Says Moscow Can't Hide War From Allies

GROZNY, Russia - In a clandestine TV broadcast, the Chechen rebel commander told viewers here that Russia could not hide the war in Chechnya from dozens of world leaders visiting Moscow to celebrate the World War II victory.

"It's not possible to delude Clinton and the world; there's a war going on here," said the Chechen commander, Aslan Maskhadov, referring to the U.S. president, Bill Clinton, in a poor-quality, two-hour videotape shown Saturday and bear-

ing a May 3 date.

It was not clear where the broadcast originated, but it is another sign that Russia's declared control of Chechnya even its bombed-out capital — is shaky. Russia's five-month-old military campaign to end Chechnya's self-declared independence is high on the list of concerns Mr. Clinton plans to raise with President Boris N. Yeltsin at a Moscow summit meeting this week.

Fighting has continued, and the top Russian commander. General Mikhail Yegorov, said Sunday that Russian forces under attack would not hesitate to fire on civilians if there were rebel fighters in their midst.

No,

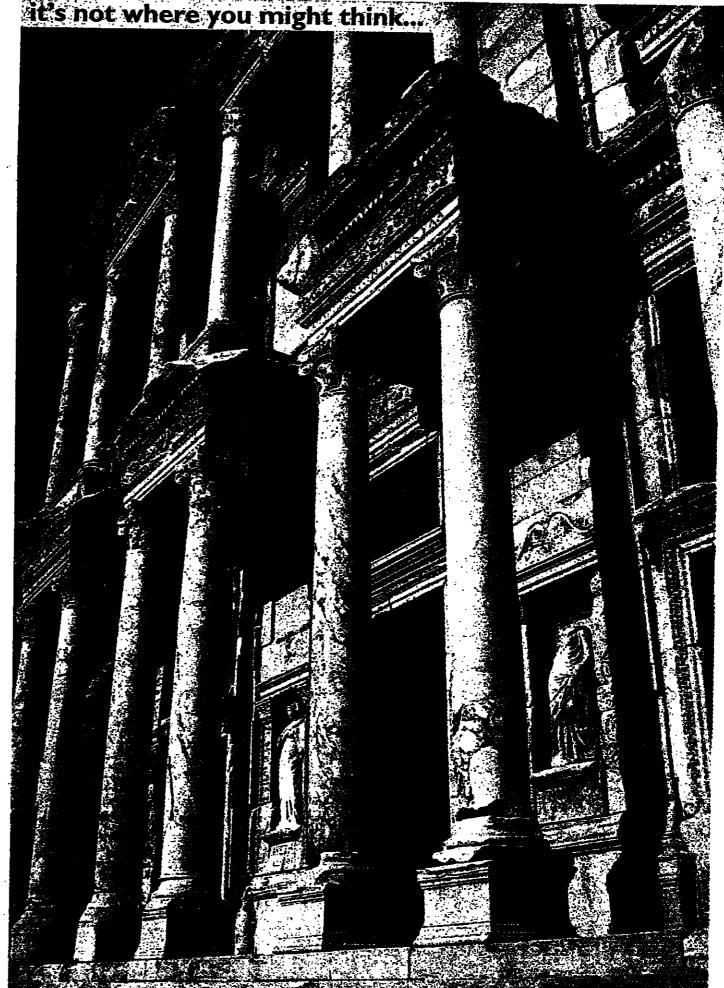
begun serving a jail term as a

result of a conviction.

and more than 700 sent to trial

in connection with bribes paid

for government contracts.



it's Ephesus, Turkey, a centre of Roman civilisation. It is also where the Temple of Artemis, one of the Seven Wonders of the Ancient World, was built, where St. Paul gathered his converts and where

the Virgin Mary spent her final days. All part of Turkey's 8,000 year old heritage, it makes you wonder why you ever thought of going anywhere else.



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By Rick Atkinson

BERLIN - Like so many of old Hitler Youth leader. his fellow Germans before the prowled through the wreckage apocalypse of 1945. Hans-Jür- of central Berlin shooting at Sogen Habenicht was a devoted viet tanks before being cap-Nazi. Like so many after the tured. "We're looking now for war, he endured the misery and the roots: Where did we really humiliation of defeat.

And like so many today, Mr. pen? Habenicht has long grappled with the meaning of May 8.

hilation," said Mr. Habenicht, membrance of an obliterated 66. a retired Berlin banker who German city, like Dresden or ultimately became a staunch Nuremberg.

didn't see it as a liberation at into numb silence — a "cold the time. What we think and and empty forgetfulness." in feel now about the war's end is not what we felt in 1945. Then, for me, a world without Hitler ally yielded to a remarkably and National Socialism was simply not imaginable." "I believe May 8 for many

has become a kind of search for their own identity," added Mr.

The long prologue to the cerwith the meaning of May 8, emonies on Monday marking 1945, sifting through a half-centhe end of the war in Europe tury of accumulated pain and has stirred deep introspection wisdom to gauge whether the and broad controversy throughcommemoration on Monday of out Germany. This has been a the 50th anniversary of the end season of conflicting emotions of World War II in Europe and contrasting images: For ev-should mark Germany's delivery commemoration of a libererance or Germany's abase ated concentration camp, like Dachau or Bergen-Belsen, there "Liberation lay only in anni- has been a corresponding re-

come from? Why did it all hap-

Although Germans for two Certainly most people decades after the war retreated and empty forgetfulness," in the words of the philosopher Theodor Adorno - that graduopen examination of the Third Reich by a postwar generation determined to get at the truth. In contrast to their erstwhile Axis partners in Japan, German leaders have apologized pro-fusely and repeatedly for the

catastrophe of World War II. Two-thirds of Germans alive today were born after 1945; for forget is that this day was not most, it has long been political- only the end of the horrors of

victory as a liberation not only Europe enslaved by the Nazis but also of a Germany in thrall to its own militant na-

Yet this majority view has been challenged recently by conservatives who insist that Germany's ordeal after the war

'I believe May 8 for many has become a kind of search for their own identity.'

Hans-Jürgen Habenicht, 66, a retired banker and former Hitler Youth leader.

not be forgotten, particularly the nation's 45-year partition and the ouster of 12 million Germans from territories in Poland, Czechoslovakia and elsewhere in Eastern Europe.

A manifesto signed last month by nearly 300 prominent conservatives, including several members of Parliament. charged that Monday's official ceremonies were "out of focus" and "one-sided" in stressing

only the country's deliverance. "What people increasingly

beginning of the terrors of ex-pulsion and new oppression in the East, and the beginning of the division of our country," the document declared.

Even Wolfgang Schäuble, parliamentary leader of Chancellor Helmut Kohl's Christian Democrats and a possible Kohl successor, criticized "the guardians of political correctness patrolling the fences along our taboo zones and jumping anyone who dares to express his

own opinion." Such revisionist thinking has provoked outraged howls. The German conference of Roman. Catholic bishops, for example, fired back with a 10-page statement denouncing the manifesto and warning citizens not to distort history. The backlash forced conservatives to cancel their own commemoration. which had been planned for

Sunday in Munich. Yet, the ambivalence remains, if for no other reason than that the anniversary has opened a floodgate of memories from those who survived the undeniably awful privations of a half-century ago: women who were raped by marauding Al-lied soldiers; children whose fathers never returned from Soviet prisoner-of-war camps; East Prussians who were driven from

their homes in an ethnic purge. Mr. Kohl, who has long touted Germany's defeat as a neces-sary prelude to democracy and

paper interview last week, "When old women talk 50 years later about being raped, you can't expect them to see this as

the hour of their liberation. The chancellor, however, has urged his nation to remember that Germany reaped what it

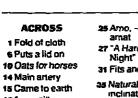
had sown. "There is no collective guilt." Mr. Kohl said in the interview. "But any young German who stands at Yad Vashem or the cemetery in St. Petersburg unfortunately, I could name many such places — cannot say does not concern him. Yad Vashem is the Israeli Holo-

Edmund Stoiber, the conservative premier of Bavaria, noted a week ago at a ceremony honoring the liberation of Da-chau: "The concentration camps represent the greatest moral degeneracy in human history. There is no way we can avoid confronting Germany's darkest chapter.

For a new generation, though, there are signs that enough is enough. A Forsa poll of Germans from age 14 to age 21, published in Die Woche newspaper reported that 79 percent of those surveyed see May 8 as a day of liberation, while only 11 percent see it as a day of

But the respondents were evenly split on where to go from

CROSSWORD



27 A Hard Day's 31 Fits and -35 Natural 36 Pouches question. 38 "Carmen," e.g.

17 Unravel 19 Brings up the 20 Come into view 21 O'Hare abbr. 22 Luxuriant, as

41 Distance from the equator Abbr. 42 Hysteria 43 Cafe order 23 Secreted 44 Ensnare

Solution to Puzzle of May 3

heaven 47 Say under oath 49 Was coquettish 51 Fawn's lather 53 Reverse of

46 Smell to high

Mr. Kohl and a soldier Sunday after a commemoration at St. Paul's Cathedral in London.

54 Saunter, with 39 51:~point type 57 Pistol-packing 59 One who calls

> 64 Neighborhood 67 Coconut's ss Come to earth 69 Eyeglasses 70 Mont Blanc site 71 Nephew of Abel 72 Brawl

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New York Times, Edited by Will Shorts.

56 Health food 61 "Body Count rap star 62 Quadrilateral Fig. 63 Bygone gas زوة وا ..

A Symbol of Jewish Life Reopens in Berlin

BERLIN - With its golden dome learning like a beacon from the past, Berlin's New Synagogue, once the largest in Germany and a symbol of the thriving Jewish community nearly extinguished by the Nazis, was reopened Sunday night in a ceremony cast as a triumph over intoler-

ance and barbarity. The ceremony was surrounded by extraordinarily tight security and battalions of policemen, including sharpshooters in ski masks atop the adjacent roofs. Earlier in the day, arsonists threw firebombs at a synagogue in the northern port city of Lübeck; there were no injuries and damage was slight, but it was the second attack on the temple in two years.

In other rightist incidents over the weekend, which the police said were evidently intended as a protest against this week's VE-Day ceremonies, more than 100 gravestones were desecrated in a Berlin cemetery reserved for Third Reich victims and the police in Potsdam broke up a gathering of skinheads chanting "Sieg Heil!" and singing Nazi anthems.

The incidents were promptly denounced by German politicians, and Ignatz Bubis. chairman of Germany's Central Council of Jews, dismissed the culprits as "black spots against a white background."

The dedication ceremony in central Berlin, on the eve of the 50th anniversary commemoration of the end of World War II in Europe, was attended by 3,000 invited guests, including Chancellor Helmut Kohl and President Roman Herzog.

Today, with this rededication, we are looking especially to the future," said Jerzy Kanal, leader of the city's main Jewish organization. "We want to fill this building with Jewish life."

For now, the building is filled mostly with mementos of a Jewish life that no longer exists. One floor houses an exhibit tracing Jewish history in Berlin through

the Holocaust; another contains displays about the New Synagogue, including battered relics pulled from the ruins after reconstruction began in 1988.

Although a small worship room has been included on the top floor, the vast prayer hall that once seated 3,200 people has not been rebuilt, in part because Berlin's Jewish population of 10,000 could not yet support such a structure. The so-called Centrum Judaicum, housed in the front portion of the New Synagogue, is intended primarily as a museum and cultural center.

Many in Berlin hope the New Synaogue will provide a stout pillar upon which to build.

"It's important in representing history representing Jewish life here as it was before that terrible disaster of the Third Reich," said Amnon Barzel, director of the Jewish Museum now under construction. "With this synagogue you can see how central the role of Jewish life was in the community here." — RICK ATKINSON

My mother wanted me to have plano lessons My father wanted me to go to Hari So here __am.

MITSUBISHI

Whenever you want to do

something else.

And of course, you always

something, somebody expects

satisfy them.

But is the real you always going to take a back seat to the

vishes of others?

Aren't your own desires

just as important?

For that little voice inside you, we build leisure and sports

utility vehicles like our highly acclaimed Pajero ('Montero',

en España).

impress only yourself.

Impress yourself.



28

THE WATER TO SEE

To mark V-E day, Germany's Roman Catholic bishops issued a statement opposing attempts by some nationalist politicians and intellectuals to "relativize or play down the facts" of German guilt before and during World War II, Rainer Ilgner, a theologian and deputy secretary of the bishops' conference, discussed the statement with Barry James of the International Herald Tribune.

Q. Why did the bishops find it necessary to issue this Statement now?

A. Because 50 years is a very important time for individuals and society to look back on their history. The German bishops first made a statement at the end of the war in 1945. They have several times issued such public declarations to help German society establish a correct re-

lationship to its own past. Q. Some Germans are describing May 8 as a day of liberation from tyranny rather than of defeat, as though playing down the country's

A. I think these are false alternatives. To look back now as though liberation and defeat were mutually exchisive opposites is a narrow vision. In our statement we deal with both aspects. We recall the bombing the violence and the death of millions of people. Anything that ends such suffering is a kind of liberation. On the other hand, we noted what the Germans did to other peoples, outside the country and inside. This question of guilt is the other side of the coin.

in Berli

Q. Is it true that many younger Germans feel there is no link between themselves and the sins of their fathers, and that they want to get on with life without this shadow

went to Mass rather than to

party or state events and this

was considered a sign of resis-

tance. We also know histori-

cally that 12,000 Catholic priests, which means every

second priest in the 12 years of the Third Reich, got into

trouble with the system, and

not a small number paid the

ultimate price. The church

really was a factor that could

not be integrated into the sys-

tem, although the regime

tried to make it. On the other

hand, the church sometimes

lacked courage, and missed opportunities to oppose

the church. Catholics were

very strong in claiming their

own rights, but where others

were concerned, they did not show the same intense oppo-

sition. We say that in our

Q. The bishops said that Germany still faces disturb-ing questions 50 years later.

A. Things such as the hos-

tility against foreigners and people of other languages,

culture or religions. We are

also troubled about the ten-

dency toward a lack of social

responsibility due to growing individualism.

church has done enough to

redress its own failings?

A. Again, I would like to

underline that in 1945, long before other groups had

made such a reflection, the

Catholic bishops denounced

the lack of courage within the

church. We quoted a central

part of that declaration in our

new statement to show that

what our bishops are saying

now is not something new,

but part of a line of reasoning

that has been followed for a

Q. Do the bishops feel the

What are they?

ings that happened outside

of guilt hanging over them?

A. I would not say many Youth in Germany has had more and better information

'Most of German youth is not divorced from its own history.'

and education about the facts of its own history than in most other countries. I have the impression that most of German youth is not divorced from its own history.

Q. Is there still a difference in attitude in Eastern Germa-

A. Yes. The main goal of socialist education from the very beginning of the German Democratic Republic was to show that the antifascist movement had founded the system, and was therefore not guilty or responsible for the past.

Q. Is this attitude chang-A. I think so, yes.

Q. What is the attitude of the bishops about the church's own role during the

A. Again we have a double perspective. On the one hand, we want to underline that the Catholic Church was always in opposition. You will never find an example where Na-tional Socialist ideas and Catholic ideas were compatible. The Catholic church played a very important opposition role. A high proportion of the Catholic people

British Have Party To Mark War's End

Veterans and Leaders of 60 Nations Gather in Hyde Park for 'Last Time'

By Fred Barbash Washington Post Service

LONDON - The people who fought and won World War II -- on the homefront and on the battlefront — joined with their children and grandchildren and the leaders of 60 nations on Sunday for the first of the great commemorations of the 50th anniversary of the Allied victory in Europe.

Many came in wheelchairs or leaning on canes, or on the arms of their comrades, friends or relatives. Others paraded in slowly, to old marches played at a gentler tempo: retired soldiers of the army, the Royal Marines. the Royal Air Force, and the Royal Navy, the women's units, the fire brigades, the air raid wardens, the nurses, and the last few survivors of the wartime Women's Royal Voluntary

Service, once a million strong. The oldest among them seemed aware that such a day as this can never come again; that for them, "this is the last time." as Boyland Henry, 78, a retired

Royal Marine, expressed it. From them came a simple message, best spoken by Violet Banford, 76, a women's army corps veteran, as she stood with her friends on the grass at Hyde

"When you get home," she said, "tell 'em of us." The three-day ceremony

here, which ends Monday, on VE-Day, is the biggest party Britain has thrown since the 1952 coronation of Queen Elizabeth II. A million people, including Vice President Al Gore and Chancellor Helmut Kohl, are participating in Hyde Park. Hundreds of smaller parties will continue around Britain as the dignitaries move on to commemorations in Paris and Mos-

At the end of Sunday's events, the leaders of the nations represented here were each escorted to a huge globe by small children, and standing under it, beside the flag of his nation, one by one, signed their names on olive leaves.

The park itself was a pageant memories. People jitterbugged to "In the Mood."

which somehow blended with the choir 200 yards away singing "Danny Boy." which somehow sounded good with the bagpipes accompanying the Scots Guards, all of which was accompanied by the low moan of a 1940's air raid siren.

All this was followed by a symphonic and choral international tribute, to allies and former enemies alike: Bernstein. Bizet, Borodin and, yes, Beethoven, the final movement of the Ninth Symphony. The sound of the chorus filled central London.

Presiding over the events has been Queen Elizabeth the Queen Mother, 94. Called the Queen Mum" by everyone here, she is regarded with enormous affection as the living symbol of Britain's wartime struggle, which, she reminded her audience, excluded no one. This day will bring back memories for many people," she said. And "God bless them all."

The youngest here got a glimpse of what their forebears here had been through a half-century ago. Aloft above Hyde Park floated a huge balloon. one of the last of the kind used to confuse incoming bombers and rockets during the Nazi blitz of Britain. Reconstructed on the ground was a replica of an air raid shelter, where millions spent their nights for four years, when Britain was "a nation under siege," as the sign at the entrance says.

The old soldiers all had war stories to tell, of battles lost and won, of ports near and far. "I joined up right away," said Boyland Henry, bedecked in battle medals, "Malta, Crete, all many of those at Sunday's ceremony came as part of organized units, Mr. Henry said he "came down on my own. I just wanted to be here. There will never be one like this again."



KING TO THE RESCUE - Albert II of Belgium, backed up by Prime Minister Jean-Luc Dehaene, giving a hand to Baron Block, head of the Belgian Jewish Committee, who fell during ceremonies Sunday marking the liberation of a concentration camp at Mechelen.

over the Mediterranean." While many of those at Sunday's cere-

LONDON - Mostly, they ignored each other. But on parting Sunday. Prince Charles kissed his estranged wife.

It was only a peck on the cheek, and it was witnessed by their two sons and press pho-

tographers. But it was a rare show of and princess, who separated in December 1992.

lied victory over Nazi Germa-Then, he leaned across and

kissed Diana, with whom Wilaffection between the prince spending the holiday weekend.

Charles had already kissed Park, the prince and princess his two sons, Prince William, had spoken few words to each and Prince Harry, good-bye at other and seldom made eye the end of a ceremony marking contact. William sat between them. the 50th anniversary of the Al-

It was the first time that Charles and Diana had appeared together in public since they attended church on Christliam. 12. and Harry. 10. were mas Day near Sandringham. the royal residence in Norfolk, Throughout the hourlong about 100 miles (160 kilomeceremony in London's Hyde ters) north of London.

Swiss Voice Regret for Turning Back Jews

forgiven for turning away thou-sands of Jewish refugees from

Sunday for his country to be end of World War II, in which Switzerland was neutral.

Nazi Germany.

"For me, it is beyond doubt
His remarks came in a speech that the policy followed by the

BERN — President Kaspar to a special session of the Parpeople and Parliament toward Villiger of Switzerland asked liament commemorating the the Jews makes us bear a large part of responsibility," he said. "We made at the time a bad choice in the name of a national "For me, it is beyond doubt interest taken in its narrowest

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THE WORLD'S DAILY NEWSPAPER

By Steven Erlanger New York Times Service

MOSCOW - Chechnya. NATO expansion and Russian nuclear reactor sales to Iran hang over the Russian-American summit meeting this week as the great irreconcilables. But the prominence and stickiness of the issues have their source in the disorganization and confusion of a still young Russian government that is both prime ministerial and presidential. and that has no delineation of where responsibilities lie.

American officials do not always like Russia's new. more assertive and nationalist policies, but what they particularly dislike is not knowing at any moment what those policies are - and who speaks for Russia and President Boris N. Yeltsin.

It is the main reason why so little has been sewn up in advance, unlike the usual pattern of summitty, and why the Americans are relying so heavi-ly on President Bill Clinton's meeting with Mr. Yeltsin.

understood to be an intermit-

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tent player these days, Russian ahead with the sale of light-officials and Western diplomats water reactors to Tehran, is exsay. He ducks in and out of issues, orders decrees that may contradict the policy of his government, sees very few outsiders and is heavily reliant on a group of loyalists, with narrow experience and conservative views, who have proved their

devotion in the past.

They are based in the huge presidential bureaucracy and control the unelected National Security Council, a kind of personal politburo that is dominant on military, security and sometimes economic issues. quite separately from the gov-ernment of Prime Minister Viktor S. Chernomyrdin.

But Mr. Yeltsin, who looks and acts more like a party general secretary or czar these days than a populist democrat, remains the final arbiter.

Sometimes even his orders and decrees are ignored. But if Mr. Yelisin should decide to ment's not knowing what ancancel the sale of reactors to other part is doing. The foreign Iran, as Washington wants, or minister, Andrei V. Kozyrev. more likely, alter the contract to kept reassuring the Americans Mr. Yeltsin himself is widely mollify Mr. Clinton, it will be that NATO expansion to Rusnderstood to be an intermited one. Mr. Yeltsin, while going sia's borders would be all right

pected to ensure that no gas centrifuge is sold, that there is more international oversight of the reactors and perhaps less training of Iranian nuclear scientists in Russia.

But no one really knows. And the difficulty, both for the Americans and the Russians, is how to reach Mr. Yelisin with the right information.

Mr. Yeltsin's aides, like Georgi Satarov and Mark Y. Yurnov, the head of his Analytical Department, say that he is not "isolated" from the main currents of life and policy. But at the same time they freely admit that for months they have been working on a better institutional mechanism to get important information to the president and ensure that he sees it.

The issue of NATO expansion is a good example of one part of the Russian govern-

undermining Mr. Kozyrev. The disorganized, brutal invasion of Chechnya, an action widely condemned for abuses of human rights, also stemmed from decisions made by the National Security Council. It was a last-ditch solution, arrived at without government discussion, and Mr. Chernomyrdin distanced himself from the debacle as fast as he could.

want to be embarrassed by his

political opponents on nationalist grounds, especially on the

50th anniversary of victory in

World War II, and he fears iso-

lation from the rest of Europe in a new strategic architecture.

He recently slapped Mr. Ko-zyrev down hard, accusing him of trying to make policy, while

It was a copy of what hap-

pened in December, when Mr.

Kozyrev's assurances to Wash-

ington that Russia would par-

ticipate freely in NATO's Part-nership for Peace were quashed

publicly and bitterly by a Yelt-

sin attack on Mr. Clinton in Budapest, when the Russian warned of a "cold peace."

The relationship between the

two has not really recovered

from that surprise, officials on

both sides say. But the reason

once more was internal confu-

sion, with the more conserva-

tive loyalists around Mr. Yeltsin getting to the president and

misleading the Americans.

So where does this leave U.S. officials? "Waiting and seeing." one said. "Hoping Yeltsin means it when he promises Clinton a successful summit."

Continued from Page 1

will stand with some 7,500

guests to review a parade down

the Champs-Elysées. In Berlin, Chancellor Helmut Kohl will

lead a subdued commemora-

tion of the surrender, emphasiz-

ing it as a day of liberation for

This year, the events have

Queen Elizabeth II taking note

ter the war and Mr. Kohl telling

his countrymen that Germany

should consider establishing a

special day of commemoration

dozens of books on 20th-century history. "There's a much

heightened awareness that what

for all Nazi victims.

An Ethiopian policewoman guarding a polling station Sunday in Nazret, south of Addis Ababa, the capital.

Ethiopia Votes on System Allowing Secession

New York Times Service

ADDIS ABABA, Ethiopia — In a bold political experiment, Ethiopia on Sunday held its first elections that will put into effect a federal system that grants regional and ethnic groups the right to secede if they choose. It is a daring gamble in a continent

ruled by strong central governments and increasingly torn apart by ethnic conflict, Western diplomats say. This country of 55 million, with more than 80 ethnic groups and a dozen languages, has a history of civil war, dictatorship and

"Ethiopia is recognizing ethnicity for what it is — a very powerful issue," said a Western diplomat. "They are sitting on an ethnic time bomb. They have come up with a possible solution, which is to tackle it pre-emptively. It is a frightening experiment. Will it work? I don't think anybody. Incress." anybody knows."

Four of the seven national political parties boycotted these regional and national elections, saying the process is

umfair, so the results are a foregone conclusion. A landslide is virtually inevitable for the governing Ethiopian People's Revolutionary Democratic Front. But diplomats say the election repre-

sents a critical crossroads after two decades of dictatorship and civil war. Three years ago, rebels overthrew a Marxist government and committed themselves to democratic rule, stability and peace. But in practice, democracy remains elusive. If the approach does not work, it could spell disaster.

U.S. Soothes Yeltsin on NATO

Assurances Being Prepared on Expansion of Alliance

By Michael Dobbs and R. Jeffrey Smith Washington Paul Service

WASHINGTON — The Clinton administration has taken steps to smooth over a dispute with Russia over proposals to expand NATO eastward, including crafting a written assurance to President Boris N. Yeltsin that Washington has no objection in principle to the "new Russia" becoming a full member of the alliance, according to U.S. and NATO

The officials said members of the North Atlantic Treaty Organization were also working on a draft statement expressing satisfaction with the existing nuclear balance in Europe, thereby effectively ruling out deployment of nuclear missiles in former Soviet bloc countries.

The statement is being held "in reserve" as a future concession to Russia, in the expectation that Russia and NATO will open talks after this week's U.S.-Russia summit meeting in Moscow, diplomats said. American officials said a decision on whether and when to issue the statement had not been made.

Despite urging by some of Mr. Clinton's advisors, the two leaders probably will not use the summit meeting to commit themselves to a new round of negotiations on reducing the nuclear arsenals of the Cold War superpow-

U.S. officials said the White House decided to avoid the issue because of strenuous opposition by the Defense Department and the Joint Chiefs of Staff to making weapons cuts beyond those agreed to in the 1993 START-2

But the decision to put off talks could

reverberate this week at a UN conference in New York, where Washington and Moscow have been criticized by developing nations for failing to take more significant steps toward disarmament.

The issue of NATO expansion provoked friction between Russia and the United States in December, when Mr. Yeltsin reacted angrily to a NATO timetable for consultations on expansion that could include such former Soviet bloc countries as the Czech Republic, Hungary and Poland.

Over the past few months, U.S. and Russian diplomats have worked frantically to find a way to ease Mr. Yeltsin's concerns, while U.S. diplomats insist on NATO's right to accept new members.

The administration recognizes that the drive to include former Soviet bloc countries in NATO has touched a "neuralgic nerve" in Russia, where Mr. Yeltsin is under constant pressure from nationalists in Parliament, one

Russian officials say a debate is under way in Moscow about whether, and if so how, to retaliate if NATO is expanded to the east; some in Parliament have mentioned holding up START-2's ratification.

By assuring Mr. Yeltsin that NATO membership for Russia is a theoretical possibility. Mr. Clinton was seeking to address repeated complaints by Moscow that the expansion's effect would be to draw new lines across An administration official said it was im-

portant to show that the expansion process was "open" and "inclusive" and not aimed against Russia, even though nobody expects Russia to be admitted in the foreseeable fuWAR: Europeans Consign a 75-Year Era of Bloodshed — From 1914 to 1989 — to History he said, referring to the July and August meetings of Allied leaders that formalized the division "I would say that the 1950s to

of Europe. When Mr. Clinton and Prime Minister John Major meet Mr. Yeltsin in Moscow, he said, it will be almost as if Truman and Churchill and Stalin, the participants at the Potsdam Conferstruck an ecumenical tone, with ence, "are meeting without the intervening years having imof the suffering of Germans af posed their terrifying cost."

The commemorations themselves have fed into what some call the "parenthesis" interpretation of the century - that the key dates are 1914, when World "What strikes me is there's a War I broke out, and 1989, strong element of commemorawhen the Berlin Wall fell, and tion as well as celebration," said that these dates stand like Martin Gilbert, Winston Churbookends to contain the events chill's biographer and author of of defining significance.

"Obviously 1989 is the great said Sir John Elliott, Regius happened in the war was horrif-Professor of Modern History, ic and that what we are com-Oxford. But he disputed the nomemorating is the end of a dark Potsdam froze everything," stretch centered only upon war ing to me.

the 1980s will be seen as a golden age for Europe," he said.
"The peace led to an extraordinary epoch of prosperity and a general raising of living stan-dards. Now it's a very different world and a different Europe that is emerging. What I'm afraid of is that people will for-get history. I'm thinking of nationalism and religious funda-

Harry Pitt, emeritus fellow of Worcester College, Oxford, said that he was initially puzzled by the extravagance of the threeday V-E day celebrations in Britain.

"I asked myself: Why on earth are we putting on this great to-do?" he said. "Anyone under the age of 60 can really nave no memory I cast my mind back to the 1920s when my uncles talked about their time in the trenches. tion that the entire 75-year And it meant absolutely noth-

in fact being celebrated is not the end of World War II but the end of World War III and the realization that it was won without a shot being fired. That's

were in the middle of the Cold Some historians believe that the 20th century will be seen as a time of unparalleled savagery, comparable perhaps to the Thirty Years War from 1618 to 1648 when mercenary armies roamed Europe, battening on the civil population with a bru-

it happened yesterday. In 1969

people would not have thrown

their hats in the air because we

tality not seen before. Arthur M. Schlesinger Jr., the chronicler of Kennedy and Roosevelt, suggested that the World War II victory had rescued the century from that

"Yes, this is a century of in-"But 500 years from now peo-

"Then I realized that what is what will strike them is that this was when the exploration of space began and the microchip was invented. People won't remember Hitler, Stalin, Churchill and Roosevelt." why we're celebrating now as if

Will the century go down as the worst one ever? That depends on the next century." said Lord Dacre, formerly High Trevor-Roper, author of The Last Days of Hitler" and editor of papers by Hitler and Goebbels. "The 17th was pretty bad, though the killing was not so extensive. I think the only answer is to wait 100 years from

now and we'll find out." Alan Borg, director of the Imperial War Museum, was confident that the pure "scale and indetermination of the spreading destruction" in the 20th century was "something quite new to the world."

He was not optimistic that things would improve.

"As someone running a mudiscriminate violence," he said. seum that deals in war," he said. "I regret to say there is no sign ple looking back at this century, of my subject dying out."

BOOKS

THE BLUE AFTERNOON

By William Boyd. 367 pages. \$23. Alfred A. Knopf.

d Reviewed by Michiko Kakutani

FROM the very start of his precocious career, William Boyd demonstrated all the hallmarks of a natural storyteller. Although highly derivative of Kingsley Amis and Evelyn Waugh, his first novel, the uproariously funny "A Good Man in Africa" (1982), displayed a remarkably assured sense of comic timing, combined with a talent for creating a memorable gallery of eccentrics, twits and self-deluded fools.

His next novel, "An Ice Cream War" (1983), extended

"I have been carrying it around forever. It is difficult to get through as his writing is very dense, but it is a very bright book." (Erik Ipsen, IHT)

• Alain Levy, chief executive

of the meerd company Poly-



And while such later novels as 'The New Confessions' (1988)and "Brazzaville Beach" (1991) suffered from a certain schematization, they also pointed up Boyd's ambition his emotional range to embrace and broadening vision, his decompassion and moral serious- termination to examine the in-

ness, as well as satire and farce. tersection of public events with private lives.

In Boyd's latest novel, "The Blue Afternoon, 'all those gifts come together to create a pitchperfect story of love and redemption, a story that is as moving as it is entertaining, as dexterously wrought as it is compelling.
The main story not only takes

place in flashback, but is also bookended by two more recent flashbacks. This kind of Brechtian structure contains the story's more violent and extreme events, allowing the reader to view them through a series of emotional frames that play off the past against the present, modern anomie against old-fashioned romance, scientific detachment against reck-

In the framing story, we are introduced to one Kay Fischer. a disaffected young architect. who has recently sustained a failed marriage, the loss of a NORTH child and a devastating betrayal

by her business partner. Kay designs spare, modern buildings in the Los Angeles of the 1930s. She desultorily EAST (D) 4 10 9 8 7 5 7 7 2 9 6 7 6 4 2 SOUTH ♠ K32 ♥ K93 • 10 ♣ KJ 10976

> One day an elderly man named Salvador Carriscant strolls into Kay's strippeddown, emotionally economical life and announces that he is her

long-lost father. Skeptical at first, she becomes intrigued with this mysterious stranger. who treats her with a kindly yet oddly proprietary air.

Much to her own surprise. she agrees to accompany him on a quixotic trip to Europe. a journey, it turns out, in search of the love of Carriscant's life, the woman for whom he abandoned Kay's mother.

The story that Carriscant tells of his early life is a violent tale of love and death and war, set during the turn-of-the-century hostilities between Philippine nationalists and the United

As Carriscant tells it, his orderly life was interrupted by two developments: a series of violent murders in the city that required his services as a kind of coroner, and his fateful meeting with a beautiful married

woman. Carriscant's affair with that woman, Delphine Sieverance, is intense and passionate, and it makes him long to leave Manila with its small-town, provincial mores. Slowly, an elaborate and dangerous plan of escape evolves in his mind. It is a plan that will determine, forever, the shape of both their lives.

Melodramatic as these events may sound in summary. Boyd relates them with such authorial verve, such complete narrative assurance that they quickly take on an inevitability a sense that the author, playing God or master puppeteer, was not so gently manipulating

his characters' fates - the story here feels utterly organic. Boyd both communicates the depth and fervor of his characters' emotions and embeds them in a larger world of change and chance and history. that attests to the full matu- year friendship.

staff of The New York Times.

In Hopeful Sign for Peace, Angolan Rivals Meet

LUSAKA, Zambia -- President José Eduardo dos Santos of Angola and the rebel leader Jonas Savimbi met alone here for nearly two hours, then embraced and vowed to cooperate on United Nations-brokered plan to end one of Africa's longest-running civil wars.

meeting Saturday was hailed as a break- later this month. through by international diplomats, who had made it an unofficial condition for deploying 7,000 UN peacekeeping troops to Angola to oversee the unification of rival armies and the creation of a nation of an earlier peace initiative.

Although no substantive agreements coalition government. The first UN in-are believed to have been reached, the fantry battalions are expected to arrive

The meeting Saturday was the first between Mr. dos Santos and Mr. Savimbi since the last days of a 1992 presidential campaign meant to be the culmi-

CHIRAC: Winner's Campaign Aide Says, We Need Some Quick Fixes'

Continued from Page 1

come a focus of popular concern. But many people in political and business circles fear the risk of a "third round," meaning postelection protests and strikes about wages, social protection, minority rights and other causes that bubbled up during the campaign.

That could bog down the Chirac government in worsening difficulties and blunt its ability to make the changes that most leaders believe the country needs.

Mr. Chirac's victory margin, by itself, is not a problem: His result of more than 52 percent is better than the 50.8 percent margin enjoyed by Valery Giscard d'Estaing in 1974 and virtually identical to the result that brought to office Mr. Mitter-rand as its first Socialist incumbent. Both men were bold reformers in their first years

mentum beyond his constitutional powers. The new conservative French leader-

ship, within weeks of taking office, faces a barrage of challenges, including international questions such as European construction, NATO expansion eastward, the conflict in former Yugoslavia, and Westem policy toward Russia and Iran. But the campaign provided few answers

about this or other major preoccupations, including the current wave of corruption scandals involving government and business, the bankruptcy of the health care system, or the need to rethink the path of European integration.
Mr. Chirac has criticized Prime Minister

Edouard Balladur for clinging too tightly to the need for a strong French currency, even at the cost of high interest rates that slowed investment and job creation. The new government has the authority

But Mr. Chirac will want political mo- to push major reforms in business practices, state-run health and retirement systems, attitudes toward the large Muslim immigrant community, and relations with Germany and the United States. Mr. Chirac, as president, starts off with

a conservative Parliament, but the lefust opposition in the country has been reinvigorated by Mr. Jospin to a point that few people would have thought possible before the campaign. So, Mr. Chirac can expect the opposi-

tion, including trade unions, to press their campaign for wage increases. And it remains to be seen how well the new conservative government can neutralize its own ultraright wing, led by Jean-Marie Le Pen. In France's political system, force of personality can still count as a factor of legitimacy: Mr. Mitterrand chose to stay in office despite being disavowed twice in legislative elections.

FRANCE: Chirac Beats Jospin for President, Ending the Socialist Reign

Continued from Page 1

will be at the side of Mr. Mitterrand, who that sweeps the reader's doubts is closing out his tenure with ceremonies at away in its path. Whereas his the Arc de Triomphe marking the 50th earlier novels sometimes sufearlier novels sometimes suf-fered from an air of contrivance The celebration will be attended by more

The presidential transition is expected to take place quickly. Mr. Mitterrand, 78, who is suffering from advanced prostate cancer, has expressed his desire to close associates to leave the Elysee Palace no later than next Monday.

Mr. Chirac, who lost against Mr. Mitterrand in 1988 and to the centrist leader change and chance and history. Valery Giscard d'Estaing in 1981, is expected to appoint his long-time ally, Alain story, part historical epic. "The Blue Afternoon" is a novel that minister. Mr. Balladur finished third in the fulfills all the promise of elimination round after a bitter campaign Boyd's earlier books, a novel against Mr. Chirac that ruptured their 30-

In a sign of reconciliation, Mr. Balladur offered his congratulations and promised Michiko Kakutani is on the that he and those who supported his bid for the presidency would now align themselves fully behind Mr. Chirac's leadernip. Mr. Chirac waged an energetic, five-

month campaign under the slogan "France for All," traveling more than 15,000 miles around France trying to persuade voters that he represented a force for change. In his stump speech, he argued that "French society was more divided and dangerous than ever."

He condemned the Socialists for their record in power, but also criticized Mr. Balladur for failing to take bolder mea-sures that would heal the divisions in soci-ety and shake the economy out of the doldrums.

Along the way, Mr. Chirac projected himself as a candidate who had diagnosed France's maladies and would promote social reform from the vanguard of his ruling conservative coalition. But doubts persisted about his convictions for social change. since in the past he has championed a free market revolution like that of Ronald Reagan or Margaret Thatcher.

Despite a day of brilliant sunshine, the level of voter participation fell short of

previous presidential elections. Nearly 20 percent of France's 40 million eligible voters abstained, some of them apparently heeding the advice of Jean-Marie Le Pen. the leader of the far-right, who told his supporters to show their disdain for both candidates by casting blank ballots. ■ Franc and Bonds Rise

The French franc and the Paris bourse both rose Sunday after Mr. Chirac won, Agence France-Presse reported.

Banks had opened from 8 P.M. to 10 M. to register the first reactions of operators using the Globex electronic trading system. The franc closed at 3.54 against the ierman mark, up from 3.5735 at Friday's On the bond market the Pibor index,

registering the three-month rate, rose to 93.12, equivalent to an interest rate of 6.88 percent. Brokers stressed that the movements were recorded on a flat market with few foreign investors involved. Futures options on the CAC-40, the main stock index at the Paris bourse, rose

two percent in light trading on Globex.

BRIDGE

By Alan Truscott

MICHAEL POLOWAN and Marc Jacobus were North-South on the diagramed deal from the semifinal of the Vanderbilt Knockout Team Championship. Looking at the North-South hands only, six clubs appears a shaky proposi-tion. But it becomes better when there has been some revealing bidding by the opposi-

South ventured a sub-mini-

mum opening of one club, and West had to decide whether to take action with a balanced 12point hand. He was also in the mood to bid, and contributed a takeout double. North redoubled, and East leapt to three spades, showing a weak hand with distribution. Whether North's bid of four

clubs was technically forcing is a debatable point. South treated it as such and continued to five clubs. Now Polowan persevered to six clubs, conscious that the bidding would guide his partner in taking finesses. And so it proved. When West

cashed the spade ace and shift-

ed to the diamond three, Jaco-

hus could place West with all

the missing highcard strength. He finessed the diamond jack, a marked play that permitted him to avoid the heart finesse later, and led to the club king with a another marked finesse to fol-low against the queen. He then claimed the slam, and gained 11 imps when North-South rested in five clubs in the replay. West was left to reflect that at

the bridge table silence is often

Neither side was vulnerable. The South
1 ♣ Dbl. RdbL Pass 4 **♣** 6 **♣** Pass Pass Pass 5 🌲 Pass Pass Pass

West led the spade ace.

◆ Q ♥ A J 10 4 ◊ A Q J 5 ◆ A 8 5 2

less self-abandon.

sleeps with her ex-husband. whom she doesn't much care for anymore, and smokes and eats too much. "As with most people who know themselves to be cleverer than the vast majority of their fellow human beings whom they encounter as they go through life, she says, "my intelligence inclined me to be a little cruel, sometimes."

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By Thomas Crampton
Special to the Herald Tribune

PARIS — William Bridges and Charles Handy have looked to the future of jobs. and seen there are none.

Mr. Bridges and Mr. Handy, the authors of, respectively. "Jobshift" and "The Empty Raincoat," are not alone: A slew of bestselling books predict the end of jobs as we know them in post-industrial economies.

But many economists say these doomsayers are wrong about what is happening in the labor market. Unfortunately, the analysts say, policymakers and captains of industry have been seduced by these theories, a situation that could bring on a selffulfilling prophecy.

The end-of-jobs theories usually set forth that because efficient production lines require few workers and sophisticated telecommunications reduce the need for physical offices, the long-term job with one employer is finished. Instead, workers will act as free agents, hired simultaneously or consecutively by many companies.

Those who appear seduced by the theory include the British employment secretary, Michael Portillo, and the director-general of the Confederation of British Industry, Howard Davies. Both recently spoke of the

jobs market in terms reminiscent of Mr. Bridges's and Mr. Handy's books.

The frequently cited portents of the end of steady jobs are the rate at which people change jobs, the growth of the part-time work force and the increase in self-employ-

But these phenomena, analysts and economists said, simply do not exist, or at

'To a large extent, conventional wisdom and popular perception just doesn't match the reality of what we are observing.

Paul Yakoboski, analyst

least, not for the reasons the doomsayers

Statistics on length of employment in the United States, where many end-of-jobs theories originate, do not show much change, said Paul Yakoboski of the Washington-based Employee Benefit Research

"To a large extent, conventional wisdom and popular perception just doesn't match the reality of what we are observing." he

According to a July 1994 report by the institute, in 1991 male American workers had staved with the same employer for an average of 5.1 years, longer than almost any year since 1951.

The data clearly show, Mr. Yakoboski said, that nostalgia for the good old days of stable employment is largely misplaced

"This theory of the incredibly mobile worker today as opposed to the past just isn't holding up when you look hard at the numbers," he said.

Mr. Yakoboski suggested that the myth of increased job mobility has come about because of the news media played up the latest waves of layoffs, in part because members of middle- and upper-level management were finally being hit.

Another harbinger beloved by proponents of the new theories is the growth of the part-time and temporary work force. ish department of employment that In "Jobshift," Mr. Bridges noted that showed four out of 10 women working Manpower Inc., a temporary employment parttime in Britain in 1993 had been with company, has more employees than Gen- the same employer for more than five eral Motors Corp. or International Business Machines Corp.

This comparison, said David Shonfield, a labor economist at London-based Incomes Data Services, is the "typical sleight of hand" used by management gurus when

extrapolating trends from isolated facts. Mr. Shonfield says there is a strong link between the economic evels and numbers of temporary workers. "The experience of two recessions has made employers cautious about taking on permanent employces," Mr. Shonfield said, but this does not mean a job revolution is at hand.

What is often ignored about the growth of temporary workers, Mr. Shonfield said. is the "much higher take-up of maternityleave rights combined with the continued growth of women's employment."

The so-called recent increase of parttime workers. Mr. Shonfield added, is also a red herring.

First, he said, the most spectacular growth of part-time employment occurred 30 years ago, in the 1960's, Second, he added, "part-timers are not short-term employees.

Mr. Shonfield cited a report by the Brit-

Even the growth of self-employment.

proof that large organizations are finished jobs, but they are not sure of what it and employees are free agents, is not so clear when the numbers are examined, he

One third of the spectacular increase in self-employment in Britain during the 1980's, Mr. Shonfield said, came in a single

The end-of-jobs theories usually set forth that because of increased productivity and sophisticated telecommunications, the long-term job with one

employer is finished.

industry: construction. Moreover, he added, a study conducted by the research organization showed that many more people are taking early retirement and working to supplement their pensions.

If the facts do not back up the end-jobstheories, why do they flourish? Mr. Shonfield and Mr. Yakoboski agreed that something is happening to

Mr. Yakoboski posits that while th bor market is as stable now as it has

been, the reasons people leave jobs nhave changed. "In the past job changes were r voluntary and supposedly they were r ing on to better opportunities, whe today more of the job change is invo

tary, in terms of layoffs and terminatic he said. Mr. Shonfield lays the blame for popularity of the theories on managen gurus extrapolating trends from perse

"It's a circular argument in the se that managers are talking to experts ' are talking to managers who are talkin experts and the thing generates a great of heat, but not necessarily that m

light," he said. For most of us, Mr. Shonfield s "there are long-term jobs and always be," The problem, Mr. Shonfield adder that enough people have been seduced 1 the myth could turn into reality.

This is the kind of thing that can talked up until it becomes almost s fulfilling," he said. Employers will I more justified in cutting jobs and fir people "because they think that is fulfill the said and said the said. future of employment."

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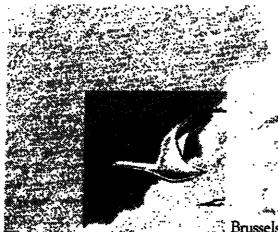
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Director, INIBAP, Montpellier, France (DI)

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WO

A New Kind of Summit

There was a sense of history in the pking eight years ago, as Ronald Rea-rand Mikhail Gorbachev unexpectedextended their leeland summit talks co the night. With their planes poised departure, the two men groped their ty along the unexplored boundaries of clear arms control, only to turn back pen the leap ahead seemed too great. e instant Mr. Reagan grimaced as he ffly bade farewell to Mr. Gorbachev, a juting world knew that the meeting had ded in discussions. ded in disappointment.
The stuff of such high drama will be

gely absent this week when President Il Clinton and President Boris Yeltsin eet in Moscow at a time of strained lations. Except for discussion of missile fense systems, and Russian doubts out the still unratified 1992 arms reducon agreement, the likely agenda lacks the avitas that invested Cold War summit

eetings with singular importance. Yet the nuclear stalemate, while far ore threatening, was in some ways more dered and manageable than relations day. The tidy universe of arms negotiaars seeking the precise number of wareads acceptable to both sides has given ay to disorderly wrangling over Russia's uclear energy deals with Iran.

The familiar issues of military demarcaon between NATO and the Warsaw Pact ave been replaced by a recondite debate ver NATO expansion. Instead of conrete talks about the withdrawal of Soviet oops from Afghanistan there are now reconclusive exchanges about ending the ru: tussian offensive in Chechnya.

un As the relationship has changed, the tio american calculus used to evaluate sum-O' nit meetings has not. It is still based the redominantly on agreements reached nd differences narrowed or more cleary defined. Those remain important coniderations, but a broader definition is wi leeded now that American interests re-'olve less around keeping the peace with

Russia than building democracy in Russia. lished last week, Time magazine portentously asked about "relations between the superpowers." That flattery mistakenly perpetuates an image of Russian parity that makes this week's talks seem yet an-other summit meeting of contending and equal powers. Russia is a European and Asian power primarily because of history and geography. Its struggling economy, hollow military and volatile political envi-ronment have long since rendered it con-

siderably less than a global superpower.

That precipitous fall has reinforced the defensive streak in Russia's foreign policy and the nationalist streak in its politics. These may be the invisible forces which shape the Moscow meeting and make it difficult to judge. No one in Washington can predict how Mr. Yeltsin will balance the need to build ties to the West with the domestic pressure to make Russia look strong and independent. With the rapid devolution of power in Russia, no one really knows for whom Mr. Yeltsin speaks.

While one measure of summit success may be whether Moscow gives up its nuclear deal with Iran or drops its posturing about the 1992 arms agreement, evaluation should also rest on the quality of Mr. Clinton's conversation with the Russian people. For many Russians, the American president is the respected symbol of a stable, prosperous democracy, and they will listen intently when he speaks. As their own experiment in democracy proceeds unevenly, there is much that Mr. Clinton can tell them about managing and maintaining liberty, and the benefits they

will realize if they do. That may be the single most important thing he can do in Moscow. Mr. Reagan would no doubt have gladly exchanged the drama of his unplanned evening with Mr. Gorbachev for the opportunity to encour-

age a free Russia to remain that way. — THE NEW YORK TIMES.

Croatia's Move

The war in Croatia has been on hold or three years but could now resume in deal force and be joined to the continuing ar in Bosnia. This is the special danger glif the moment. There seems to be no rospect at all of helpful international thrtervention of a diplomatic or any other olort. This puts an extraordinary responsithility on local leaders who have shown

Croatia got tired of waiting for the Unit-Bd Nations to help it get back its sovereign tierritory of Serbian-held Krajina and dewided to act on its own. Its attack, on a cocket commanding Serbia's crucial link vith rebel Serbs in both Bosnia and Crotia, was short and wildly successful. Now ome Croats dream of taking back the whole of Krajina by force. That is, of course, the recipe for all-out war with Serbia. Perhaps other Croats in the leaderhip will think better of it and instead try to use their new military success for negotiating leverage. Croatia could immeasurably help its cause if it stopped moving Serbian civilians out of the newly wonback pocket and if it did not murder its

1,000 new Serbian prisoners of war. In making its move. Croatia took a page out of Serbia's book and walked all over the United Nations, which, as usual, felt

too lightly armed and unmandated to do much about it. The recent killings, most likely by all parties, of UN peacekeepers push their national providers, especially France, ever closer to shutting down UN operations in Bosnia and Croatia. Planning has begun to send 40,000 soldiers the United States has promised a share to perform the dangerous mission of escorting out the 40,000 peacekeepers. No one else is immediately available to take on the United Nations' humanitarian and feeding missions. But otherwise there seems no good reason for the United Nations to subject itself to any further humiliations or losses on the ground.

The failure of the United Nations and its members to arrange a political settle-ment is bitter. The ebbing hope is that, without an international hand, the parties themselves will see to their own future. It won't be pretty. A deal between now-rivals Serbia and Croatia at the expense of, you guessed it. Muslim Bosnia is one grim possibility. If it happened, and was as unjust as it easily could be, the United Nations, the NATO countries and concerned others could withhold recognition of the results. This sort of lesser negative

veto is the West's residual political tool. - THE WASHINGTON POST.

Stop Knocking New York

It never fails. Just when you're feeling pretty good about yourself, something comes along and knocks the stuffing right out of you. Last week it happened to New York. Fodor's, the guidebook publisher, asked 600 American travelers where they would like to go this summer, what they liked best to do, what counted most when they made their travel plans. Fodor's also asked where they would least like to go.

Iran/Iraq was the winner among these losers, not exactly a surprise. It was the runner-up that put New York in a pet. The second most despised locale was - New York. More people wanted to go to Antarctica. More people wanted to go to Bosnia even! People are crazy.

Look what New York has going for it. Central Park and Prospect Park are looking good. So are the street trees, (Yes, New York has them.) Broadway is entertaining again, which is a nice change, and off-Broadway is as good as ever. The museums are also looking good, along with the dance companies and music groups. The lofty towers and the shopping and the Statue of Liberty are still thrilling. Of even deeper significance, New York City does not lie along the San Andreas fault, unlike the second favorite travel destination.

True, New York does not have a Disney World, which makes Florida the favorite travel destination. But it does have a lot of sights, and rides that may not go high in the sky but do go deep under ground, and people dressed up in funny clothes. It also has a Little Italy, a large Russian colony and a subway familiarly known as the Orient Express, which, like the fabled European train, traverses many cultures en route to the city's own Far East.

There's something else New York has a lot of: foreign tourists. You won't hear them talking about how Bosnia is better. - THE NEW YORK TIMES.

Other Comment

V-E Day Dreams Couldn't Last

The British, because they did not perceive how greatly their state and society had been weakened by the war, were gently rather than brutally let down into a more realistic understanding of their position in the world. The belief that it is more important to be a just society than a rich one was also benign. Only in [the 1980s] did politicians sneer at the distinction between a just society and a rich one. Within a few years the Cold War ended, clearing away the stage on which Britain had per-formed since at least the 1930s. Both changes hastened to its end the self-confidence which dated back to V-E Day.

- Neal Ascherson, writing in the Independent on Sunday (London).



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EDITORIALS/OPINION

$Then\ Came\ the\ Five-Pointed\ Star\ of\ Life\ and\ Freedom$

WASHINGTON — World War II was coming to an Washing ion — world war II was coming to an end, yet we in the death camps knew nothing. What is happening in the world outside? Does anyone out there know what is happening here to us? Do they care? I was 15 years old, and I wanted to live.

The day the Allies landed on the beaches of Normandy had been for us a day like some other. The tall is a top of the property of the sound the

dy had been for us a day like any other. The toll in the gas chambers that day was higher than the losses suffered by the combined armies under Dwight Eisenhow-

er's command on this, their longest day.

Judging from the brutality of our guards, we had every reason to believe that all of Europe was irrevocably lost, the Red Army smashed, England fighting alone, its back to the wall, against the seemingly invincible forces of darkness. And America? It was so unprepared, so divided, so far away. How could she be expected to reverse the collapse of civilization at this penultimate stage?

It took weeks for news of the U.S.-led invasion.

beamed by the BBC from London across occupied Europe, to slip into Auschwitz. There was also an azing rumor that the Russians had mounted a powerful offensive on the eastern front.

Incredible! So God had not turned His face away

from the world after all. Could a miracle still prevent the millennium of the Third Reich? Oh to hang on, to hang on a little longer!

We could guess from the Nazis' mounting nervousness that the weight of battle was changing decisively.
With the ground shrinking under their feet, they began
herding us deeper and deeper into Germany.
I was shunted to Sachsenhausen near Berlin, then Leonberg near Stuttgart, then Dachau near Munich -

mon criminals and homosexuals. It was in a slave labor enclave 50 miles (80 kilometers) away that I heard the silence of night torn by powerful explosions. Fellow inmates with military experience thought it sounded like artillery. Within hours, we were lined up to be evacuated, ahead of the "enemy advance."

camps normally reserved for political prisoners, com-

By Samuel Pisar

Those forbidden words, never before heard, and even names of "enemy" commanders - Zhukov, Montgomery, Patton — were now openly murmured.

I was beside myself with excitement. Who are these merciful saviors — Russian? British? American? Salva-

tion seemed so near, and yet so far away.

Just as the hope of pulling through became more real, the danger increased. We were headed back to Dachau, which meant that at the last moment our torturers would destroy us. The final solution must be completed, the witnesses of the crime wiped out.

The death march, along winding back roads, continued day and night, halting only for meager rations of bread and water. At dawn on the third day, a squadron of Allied fighter planes, mistaking our column for Wehrmacht troops, swooped down low to strafe us.

As the SS men hit the dirt, their machine guns blazing in all directions, someone near me shouled "Run for it!" A group of us kicked off our wooden clogs and made a clumsy sprint for the trees. The fire caught most of us. Five others and I made it into the forest alive.

We ran and ran, gasping for breath, until we were sure there was no pursuit. After nightfall we began to move toward the western front. When we came close we decided to lie low until the German retreat had passed us by. One bucolic afternoon, holed up in the hayloft of an abandoned Bavarian barn, I became aware of a hum, like a swarm of bees, only louder, metallic, unearthly. I peeped through a crack in the wooded slats. Straight ahead, across the field, a huge tank leading a long,

armored convoy lumbered my way.

From somewhere to one side I could hear the sound of mortars. The tank's long cannon lifted its round head, turned slowly and let loose a deafening blast. The firing stopped. The tank resumed its cautious advance.

there was none. Instead I saw an unfamiliar emblem --a five-pointed white star. In an instant the unimaginable

flooded my mind and my soul.

After four years in the pit of the inferno, I, convict
No. B-1713, also known as Samuel Pisar, son of a loving. family that had been wiped off the earth, have actually survived to behold the glorious insignia of the United

States Army. My skull seemed to burst.
With a wild roar I stormed outside and darted toward the wondrous vision. I was still running, waving my arms, when suddenly the hatch of an armored vehicle opened, and a black face, shielded by helmet and

goggles, emerged, swearing at me unintelligibly.
Having dodged death daily for so long, at that awesome moment I felt immortal, though to the GI my
condition, at the heart of a battlefield, must have
seemed desperate. Pistol in hand, he jumped to the ground to examine me more closely, as if to make sure

the kid was not booby-trapped. To signal that I was a friend, and in need of help, I fell at his feet, summoned the few English words my mother used to sigh while dreaming of our deliverance, and

yelled "God Bless America!"

With an unmistakable gesture, the tall American motioned me to get up, and lifted me through the hatch—into the womb of freedom.

On V-E Day 1995, my gratitude to this blessed land, never trampled by tyrants or invaders, is as intense as it was 50 years are. So is my conviction that the fivewas 50 years ago. So is my conviction that the five-pointed star, which brought me life and freedom, must remain a symbol of hope to all victims of ethnic hatred, religious intolerance and terrorist violence.

The writer, a native of Poland, is an international lawyer in Paris and New York. Alone of his family he survived four years in Nazi death camps. This article was adapted for The Washington Post from a keynote address to be delivered this Monday at the Holocaust Memorial Museum in Washington.

The World War II Allies Are Still Paying the Price of Their Victory

Automatically, I looked for the hateful swastika, but

By Michael Dobbs This is the first of two articles.

WASHINGTON — Reading the financial pages of American newspapers, you could be for-given for concluding that World War II was lost by the United States, Britain and Russia and won by Germany and Japan. Fifty years after V-E Day, the yen and the Deutsche mark reign supreme.

Today's headlines about the tumbling dollar bring to mind the plot of a popular 1950s movie called "The Mouse that Roared." The film tells the story of the Duchy of Grand Fenwick. In order to stave off national bankruptcy, this obscure country declares war on the United States.

The plan is simple: to lose the war as rapidly as possible, which will make the hitherto unknown country eligible for huge amounts of financial aid from a guiltstricken Uncle Sam. The plan goes awry and the duchy wins the war by mistake. Victory proves a complete disaster.

As a caricature of what happened after World War II, the film contains a grain of truth.

In the immediate aftermath of the war, hyperinflation wiped out the value of the German and Japanese currencies. The financial situation in both countries stabiks in large measure to rigorous economic shock therapy treatment applied by the occupying powers.

Since then the yen and the mark have appreciated steadily against the dollar. One dollar now purchases less than one-quarter the number of yen, and roughly one-third the number of marks, than in 1949. The depreciation of the British pound has been even more marked. The old Soviet ruble is about as valuable as wallpaper. Defeat may have been a bless-

fense than the victor nations. Both countries have benefited greatly from the Pax Americana, paid for with so much U.S. blood and treasure over the past five decades. Russia and Britain were eco-

concentrate their national energies

on economic recovery, rather than

military expansion. The Marshall

Plan laid the groundwork for Ger-

many's postwar economic miracle, just as the Dodge Plan helped Ja-

Barred from deploying forces

abroad, Japan and Germany de-

voted a much smaller proportion

of their economic resources to de-

pan struggle back to its feet.

nomically drained by the enormous sacrifices made in World War II. Britain bore the brunt of fighting alone against Hitler for more than a year, at a time when the rest of Western Europe was under Nazi occupation. Soviet

losses were even more staggering. Unlike Japan and Germany, America's allies did not have the luxury of starting from scratch after the war. Both had huge empires to support and Big Power obligations to fulfill. Britain finally laid down its imperial burden after the disastrous Suez ad-

venture of 1956. The Soviet Union had bigger ambitions, and far greater resources. Thanks to its oil wealth, it was able to maintain a global presence from Cuba to Vietnam until 1991, when it finally collapsed from a combination of economic

exhaustion and ideological fatigue. America is now in the unenviable position of having won not just one major war in the last halfcentury but two, the Second World War and the Cold War. It is the only power that can project

At the same time, the United States has obligations and commitments that are uniquely onerous. U.S. defense spending is higher proportionately than that of any other NATO country except Greece. To defeat communism, the Reagan administration engaged in a big military buildup that contributed significantly to the present \$200 billion annual deficit in the federal budget.

Moreover, the United States is

its military strength worldwide.

maintaining its superpower burden at a time when its relative weight in the global economy continues to diminish. At the end of World War II, the

United States accounted for 40 percent of the world's gross do-mestic product. That share has dwindled to just over 20 percent, roughly where it stood in 1870, a few years after the Civil War.

All this has contributed to a chorus of complaints by U.S. for-eign policymakers in the last few

months that they no longer have the tools to do their job properly. In a speech last week, the president's national security adviser, Anthony Lake, accused "new isolationists" on Capitol Hill of threatening to "cut the legs out from under America's leadership in the name of budget cutting. He made the point that the United States ranks "dead last" among the 25 leading industrialized na tions in the percentage of GDP devoted to foreign aid.

A few days earlier, Secretary of State Warren Christopher complained that Congress had whittled the discretionary part of the State Department budget to practically nothing. "I am wound up on this subject," he acknow-ledged in an interview. "I think it is very pound foolish."

The writer, a diplomatic correspondent for The Washington Post, is preparing a book about the col-

Despite Their Troubles, Russians Are Making Progress

PARIS — President Bill Clinton is visiting a different Rusmonths ago. It is moving more rapidly toward a market economy than is generally recognized in the West. Amid the anguish of Chechnya, the political uncertainties and the reality of crime,

this is the good news. The great Russian depression, the result of the collapse of the old centrally planned economy, appears to be bottoming out. The output of Russian industry has been drastically reshaped by market forces - light industry is ing in disguise for Germany and down 80 percent, the arms indus-Japan, because it enabled them to try 70 percent. The private sector

tistics indicate.

Unemployment, at least so far, is far lower than anticipated a year ago, as people find jobs in the new economy. Russians are starting to invest in their own country; some flight capital is now returning. Automated teller machines, the new badge of a modern economy, are sprouting

The changes are being driven both from within and from without. Seventy years of communism

By Thane Gustafson and Daniel Yergin

all economy may be as much as 50 percent larger than official sta-

around Moscow.

mand for goods and services, and entrepreneurs are rushing in to fill the void. Russia's well-educated force is

adapting; very intelligent physicists are becoming very intelli-gent bankers. Significant Russian banks and companies are emerging. Private businesses are booming in computers and software, import-export and construction. Of fundamental importance has been the rush to privatize. What

the privatization system has done, whatever its much criticized flaws, is to create 40 million shareholders where there were none before, people who have a stake in the new system. The intent was to make the shift from communism to the market irreversible, and it may well have succeeded.

Some Russians now say that the chudo, the economic miracle, is here. Despite all that has been achieved, it is probably still three or four years too soon to proclaim a chudo. Two critical requirements have to be met.

First financial stabilization has not been achieved, despite the government's renewed commitment to financial austerity. Second, property rights are still insecure and poorly defined, as the new money and the old industrial managers fight it out for control of Russia's assets. Too many people

still face hardship and upheaval. Many obstacles lie across the road to the market. Potential instability, new Chechnyas, trouble with neighboring countries that were formerly part of the Soviet Union - any of these could dis-

rupt the process and disconnect Russia from the rest of the world. business operations in Russia, and Westerners can tell sad stories of threats, extortion and partners who absconded with the assets.

There will likely be new financial scandals, crashes and crises that will tarnish the legitimacy of the system. But the biggest danger to the new Russian economy is the apcoming elections — if

they are held at all. President Boris Yeltsin and his prime minister, Viktor Chernomyrdin, have been struggling to build up support from the moderate center. But Russian voters may vote for extremists instead. The best one can hope for, realistically, is a government much like today's.

Still, one of the most remarkable aspects of this new economy - in addition to the very fact of existence — is that it has grown so vigorously despite a weak governmental system and the lack of the legal regulatory foundations essential to a modern economy.

Those are still to come. What is needed now is a moderate centrist government that will enable the private sector and the new economy to keep growing. It is indeed time itself that is required if the "Wild East" is to turn into a genuine chudo.

The writers are co-authors of the forthcoming "Russia 2010 and What It Means for the World." Mr. Gustafson is director and Mr. Yergin is president of Cambridge Energy Research Associates. They contributed this comment to the International Herald Tribune.

had surrendered unconditionally,

laying down its arms in defeat

after five years and eight months

IN OUR PAGES: 100, 75 AND 50 YEARS AGO

1895: Spain and America

PARIS — [The Herald says in an editorial:] Congratulations are being showered upon the Herald for its enterprise in obtaining from the Spanish Government its views upon the rebellion in Cuba and the friendly feelings of Spain for America. It has certainly tended to promote amity between two nations who have every reason to be at peace.

1920: Deadly Pickle?

PARIS - The National Machine-Gun Factory at Burton in England has been purchased by a big concern of pickle and jam manufacturers. Just a change in the class of deadly and destruc-tive ammunition to be dispensed.

1945: Victory in Europe PARIS -- The German army announced yesterday [May 7] that it

of bitter warfare raging over En-rope. The British Ministry of Information announced that today will be celebrated as Victory in Europe Day. [The Herald says in an editorial:] There is one overtiding thought in this moment of pause between the present and the terrible past. Somewhere amid all the crimes and follies and failings of mankind, there is an essential rightness and justice, an essential force which dictates that the savage and the brute can never finally triumph in the af-fairs of men. To prove that truth millions of men and women have laid down their lives in the past five and a half years. We stand - all of us, of all nations and races and creeds - in the greatest crisis of our times, and so far that crisis has been gloriously met and mastered.

Hypocrites of the World: A Sampling PARIS — In my next life I By Thomas L. Friedman want to be a European If I can't be a Republican

statesman. I want to be able to turn up my nose at the United States when it puts principle be-fore profit and naively imposes an embargo on Iran to prevent that medieval theocracy from

acquiring nuclear arms. I want to be able to tell the Americans with great arrogance that the right way to deal with Iran is through what European statesmen call "a critical dialogue." Which I assume means that the Europeans criticize America and carry on a dialogue with the Iranians, while pocketing their cash.

If I can't be a European statesman, then in my next life I want to be a Japanese trade negotiator. I want to erect trade harriers around my country and then accuse whoever tries to break down those barriers of

engaging in "managed trade."

I want to be able to grossly underpay my country's workers, while I plow all my profits into building new markets abroad. And then when my currency soars in value against the dollar — because I don't import any-thing from anyone — I want to say with a straight face that the whole problem could be solved if the United States would just choke off its growth and raise its

interest rates. If I can't be a Japanese trade negotiator, then in my next life I want to be a North Korean diplomat. I want to be able to defy the world, build nuclear weapons and then get the United States to bribe me with a safe nuclear reactor to halt my program - without having to give

up any of my bombs. And then, when the deal is done, I want to tell the Americans that I changed my mind, try to blow up a federal building.

that I won't accept the reactor they are giving me free because it's made by my archenemy, South Korea, but that I still want Coca-Cola to open a bottling factory in my country.

If I can't be a North Korean

diplomat, then in my next life I want to be the head of the Russian Atomic Energy Commission. I want to sell nuclear technology to Iran, so that its cynical, hate-filled ayatollahs living near Russia's southern border will one day have a nu-clear weapon with which to threaten Moscow. I want to do this because I can make lots of money and be a real power player in the Kremlin - until

the Iranians blow it up. If I can't be a Russian energy czar, then in my next life I want to be president of Serbia (or Croatia). I want to slick back my hair and wear tailored suits, while I stand before the world and deny perpetrating ghastly atrocities in order to cleanse my homeland of strangers.

I want to give lots of inter-views on CNN and declare that if only the world remembered the Battle of Kosovo, in 1389, it would understand why my people were the true victims and justified in slaughtering their

If I can't be president of Serbia, then in my next life I want to be a Republican presidential candidate. I want to be able to repeal the ban on assault weap-ons so that paranoid private militias trying to subvert the consti-tution will be much better armed to resist the police, the FBI and the Bureau of Alcohol, Tobacco and Firearms the next time they

presidential candidate, then in ny next life I want to be speaker of the House. I want to be able to have my mother call the first lady a "bitch" on national television. I want to denounce editorial writers and certain bureaucrats as "socialists." And I want to delegitimize the federal

government. Then I want to be able to say it's "obscene" to suggest that my obscene language might have contributed to an atmosphere in which right-wing anti-government extremists feel so alienated from their fellow Americans that they would blow up a federal building with a day care center inside.

If I can't be speaker of the House, then in my next life I want to be one of O. J. Simpson's lawyers. I want to be a Harvard-trained hired gun who, just like gun fanatics, tries to undermine public taith in the American legal system by inventing government conspiracies behind every drop of spilt blood.

But if I can't be any of these,

then in my next life I think I just want to be an American citizen. I want to be a member of the freest society in the world. I want to have a government that,

that preserving such a society is not automatic. It is something that has to be worked at every ernment is us, that hate speech leads to hate acts, and that the civic courage to be a tolerant, law-abiding, tax-paying citizen is the greatest courage of all.

with all its flaws, is occasionally ready to stand up and act on principle, not just profit. And I want to understand

day. And it has to be worked at by nurturing a society where people appreciate that the gov-

The New York Times.

Victor

58th Year-No. 19,362

Eyewitness Tells Of Berlin Ruins

Nothing Left, Says Correspondent, Except Mountains of Debris And a Few Shell-Riddled Walls

The following story by a New York Herald Tribune war cor-condent was written after a visit to Berlin as a guest of the Red

BERLIN, Thursday, May 3 (Delayed).—Atop the rubble that remains of the most bomb-leveled city in the world the red banner of Soviet Russia snapped triumphantly this afternoon as exultant Russian soldiers swept into the hedgerows of the Tiergarten, opposite the Reichstag, and silenced the last of the Nazi

garten, opposite the Reichstag, and silenced the last of the Nazi defenders.

A chilling rain, fanned by a northeast wind slanted across the smoking vestiges of the dead capital, converting the crater-pocked streets into huge pools of brackish water, while Red Army men advanced into the park congratulating each other and promising extermination for the fanatical S.S. troops making their last stand for Führer Adolf Hitler.

The steady downpour provided the remaining mournful note for the passing of Berlin. This once-great capital, whose decisions frightened the world a few years ago, is a charred, twisted, unrecognizable graveyard.

Nothing is left in Berlin. There are no homes, no shops, no transportation, no government buildings. Only a few walls, and even these riddled with shell-fire, is the heritage bequeathed by the Nazis to the people of Berlin.

Joins Reds at Brandenburg Gate

Beside historic Brandenburg Gate—the German symbol of military glory now blocked by concrete, its charlot of victory drawn by four horses twisted beyond recognition with three red flags entwined about the driver—this correspondent joined a wave of the Russian mopping-up party driving into the last

statues and monuments to men who played leading roles in German history, the Tiergarten had become a shell-shredded no-man's-land with paths and lawns chewed up by fire and trees interlaced with toppled statuary.

Russians don't wear helmets and mine might be mistaken for a German. I removed the Mn. hat and watched the Russian

mountainous mounds of debris. The air power with which Hitler threatened to destroy all opposition boomeranged with a vengeance on Berlin, and Russian artillery finished off what was left standing in the German capital.

Few Civilians Left in Metropolis

Moreover, this late metropolis, which once teemed with a population of 4,000,000, has been virtually deserted by civilians. Apparently those who were unable to flee the ghost city have remained hidden in callars.

remained hidden in cellers.

Those who emerged from shelters were bent over picks and shovels under guard. They were engaged in clearing main thoroughfares of the cascades of debris. They were dazed and fear-ridden. Their arms and legs moved like limbs of

and fear-ridden. Their arms and legs moved like limbs of puppets without direction, spasmodically and unco-ordinated.

As the civilians picked at the rubble they had a first-hand opportunity to view for themselves the problem of reconstruction which confronts Germany in the future. Round-the-clock air bombing has reduced all the buildings to powdered brick and teetering walls, very little of which can be salvaged. Only a perimeter of homes in the outskirts is habitable.

From such famed streets as Unter den Linden, once proudly described by Berliners as the most beautiful avenue in the world, the Wilhelmstrasse, the Friedrichstrasse and the Wallstrasse to those as relatively unimportant as Bergstrasse, the chaos is mute testimony to the efficacy of the Allied air assaults. Much of the wreckage is old, indicating that the Nazis were never given the opportunity to clean up because the raids never ceased.

Reich's Chancellery Demolished

In the Wilhelmstrasse, which once boasted stately government edifices, there was nothing but crumbling masonry. The Reichschancellery, where Hitler plotted with his cronies, is a shell of four broken walls encompassing a heap of rubble thirty feet high

in some spots.

As over every well-known building and memorial in Berlin, the Red flag fluttered over the Reichschancellery. Russian soldiers, nowever, singled out the Reichschancellery for special attention. They hung a huge photograph of Premier Stalin on the east wall, while by accident or design an oil portrait of Hitler lay face down beside the south end of a dead horse.

A German prisoner in Berlin had told me that the Wehrmacht communique announced that the Führer died in the Reichschancellery, pistol in hand, with some of his closest friends dying with him. With the aid of three Russian soldlers, I poked around the rubble in an effort to find some signs of Hitler's body, but it would take a crew of buildozers about a week to get to the bottom of the debris.

One of the soldiers who helped me dig was the man who planted the first Red flag on the smashed main dome of the bombhollowed Reichstag. His name cannot be used, but he is a native of Minsk, and his wife and four children were killed by the Germans. Through a German-speaking comrade, this Russian soldier explained that his only mission was to kill Germans, and he clenched his fists and wept as he explained that his greatest thrill came when he mounted the Reichstag dome at great personal risk and planted the Red flag.

Russian Officers Were Considerate

Getting to Berlin through the Red Army lines and a stay in the city was the result of a combination of exuberance and the city was the result of a combination of exuberance and warmth shown by the Russians for Americans. Russian officers did not hinder us in any way but were helpful and guided us practically the entire distance from the American front.

John Groth, the artist, and I started out for the German John Groth, the artist, and I started out for the German replital yesterday (Wednesday) when I rejoined him after a three-capital yesterday (Wednesday) when I rejoined him after a three-day junket with a Russian tank outfit which treated me in magnificent style. Our jeep was accompanied by three United States

day junket with a nussian takes owners where the in higher ficent style. Our jeep was accompanied by three United States (Continued on page 6, col. 5)

Victory Crowd Cheers in Flag-Draped Times Square



Paris Bedlam

Soldiers on Leave from Front That Was Join Civilian Merrymakers

By Carl Levin

SHAEF Silence New York's Emotional Binge Fails to Halt Leaves Hangover for Today

With Bottles, Flags, Ticker-tape, Jigs; Taper Off as Officials Keep Silent

mofficial. New York at long last let itself so today after forty-on-months of war and staged a five-borough, five-hour show of delinous relebration over news of Germany's surrender.

For 5 Hours 5 Beroughs Celebrate Victory

were concerned. a day-long out prouning of radio announcers as it is as it has not heard since it his Continent was plunged into war five years and eight morths ago, blaring headlines in Paris to announce that Germany has surpered and an accumulation of other evidence was sufficient; to again the advect of the greatest ago in the history of Europe.

Only the clinching formal announcement from the heads of state of the Alled powers was missing but it didn't matter. Without a clinching formal at evidence and an intuition born of almost six vears, every one here was sufficient in the source of the cloud of war for almost six vears, every one here was not fitted of the cloud of war for almost six vears, every one here was not fitted of the full of the state of the Alled powers and the fitted of the ratio of the great more accommand of General Leonard T. Gerow, with whom he has already had been hearing and reading "in officially" all through the after 100 mand evening.

A.P. Sent Out Report

Supreme Headquarters, all but embedded the remained of the control of the swelling index of enthusiasm which by last night had reached fover pitch, and embarriased by the premature distribution by the Associated Press of a report that Germany to fitch officially all through the after 100 months and the swelling index of enthusiasm which by last night had remained by the premature distribution by the Associated Press of a report that Germany surrendered months and the swelling index of enthusiasm which by last night had remained the compation of the swelling index of enthusiasm which by last night had remained the compation of the swelling index of enthusiasm which by last night had remained the compation of the swelling index of the compation of the swelling in

Nazi Surrendei Unconditional

By Leslie Midgley

The German Army announced yesterday that it had su rendered unconditionally, laying down its arms in defe after five years and eight months of bitter warfare ragin over Europe.

While no official announcement of the surrender cam from Supreme Headquarters, Allied Expeditionary Force the British Ministry of Information announced that toda will be celebrated as Victory in Europe Day and that Prim Minister Churchill will make a broadcast statement at p.m. Agence France-Presse announced officially last nigh that General de Gaulle, President Truman and Premie 18 Stalin will make statements at the same hour and it is be lieved that the De Gaulle message "will be the official an nouncement of the victory." The White House confirmed in last night that the President will speak at 9 a.m., Eastern

The capitulation was admitted at 2:30 p.m. yesterda: in a broadcast by Germany's new Foreign Minister, Coun Schwerin von Krosigk, who proclaimed to the German lext people that they had "succumbed to the overwhelming might of your enemies." The Fuehrer, Karl Doenitz, had ordered all troops to lay down their arms, he said, speak ing over the Flensburg, Denmark, radio.

Proclaims Collapse



had made nowhere any official statement for publication up to that the presence of General statement for publication up to that (Continued on page 1, od. 4)

London Expects Occupation Of Reich to Last for Years

By William J. Humphreys

From the ferritor robwer forces

London, May 7.—The unconditional surrender of Nazl Germany, to be confirmed isomerow at 3 p.m.

London, May 7.—The unconditional surrender of Nazl Germany, to be confirmed isomerow at 3 p.m.

by Frime Minister Winston Church will be occupied by the Allied and that German territory will be occupied by the Allied are robwer two joars and one of the filter force of the filter will be concupied by the Allied are robwer two joars and of the filter will be concupied by the Allied are robwer two joars and one of the filter will be concupied by the Allied are robwer two joars and of the filter will be concupied by the Allied are robwer two joars and the first word in the filter will be concupied by the Allied are robwer two joars and the first word in the filter will be concupied by the Allied are robwer two joars and the first word in the filter will be concupied by the Allied are robbed to the filter will be concupied by the Allied are robbed to the filter will be concupied by the Allied are robbed to the filter will be concupied by the Allied are robbed to the filter will be concupied by the Allied are robbed to the filter will be concupied by the Allied are robbed to the filter will be robbed to the filter will be concupied by the Allied are robbed to the filter will be concupied by the Allied are robbed to the filter will be compared to the filter will be concupied by the Allied are robbed to the filter will be compared to the filter will be compared to the filter will be robbed to the filter will be filter will be robbed to the filter will be robbed

Victory celebrations were in full swing yester day in London and New York, and Parisian marched shouting and singing last night down the Champs-Elysées as rockets broke over the Arde Triomphe.

The news reached America in a dispatcl from Rheims by the Associated Press, signed by Edward Kennedy, chief of the Paris bureau. stated that the surrender was signed at 2:41 a.m. yesterday in the schoolhouse where Genera Dwight D. Eisenhower has his headquarters. It was to take effect at 11:01 a.m. today. Extra edition of American newspapers immediately pro claimed the news and radio stations broadcas the report.

As a result, all transmission facilities of the Associated Press in Europe were suspended yes terday afternoon by the Army Public Relations Division, which claimed that the news should have been held for official release,

Even in the face of official silence last night there was no doubt anywhere that the struggle

Radio reports from Prague last night conflicted, some stating that fighting was continuing under a German commander who refused to recognize the surrender, others claiming that the capitulation was complete in Czechoslovakia.

President Truman said in Washington that he had agreed with the London and Moscow governments to make no announcement on surrender of enemy forces "until simultaneous announcements can be made by the three govern-

News of the surrender was broadcast at 7:30 a.m. by B.B.C. on its Danish program. The American Broadcasting Station in Europe, which is operated by the Office of War Information, also reported the capitulation.

At 9:30 last night, King George VI sent a (Continued on page 3, Col. 2)

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MAY 2-8, 1945

50 YEARS AGO TODAY You can obtain a full-size, poster IN THE NEW YORK HERALD TRIBUNE quality reprint of this historic page from the archives of the 1945 New York Herald

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To commemorate the final days of the war in Europe, the IHT has reproduced in its last six issues the

corresponding front pages from the 1945 New York Tribune. A limited quantity of the posters is available Herald Tribune. The historic reprints appeared daily from May 2nd through May 8th.

If you missed any and want to order them, back issues can be obtained from our Circulation Department in Paris: tel.: (33-1) 41 43 94 34; fax: (33-1) 41 43 94 40.

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232 Spain	4%	07/22/04	108,2500	4,2700							
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193	Brozil par YL3	4%	04/15/24	40,3750	10.5300
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THE SHIRLY WHITE AS A STATE

By Carl Gewirtz ter is named and the new government details its economic program, the franc is expected to perform weakly on the foreign PARIS — A powerful rally under way in virtually all the major bond markets risks exchange market.

skidding off the road this week as investors maneuver through the unexpected curve of the breakdown in trade talks between the United States and Japan.

The talks on opening Japan's auto in-dustry to U.S. imports, already 20 months old, have run into previous deadlines and been extended, so it remains unclear just how serious a danger the latest failure to resolve the issue announced over the weekend really is. But the threat that the United States

might give notice this week that it intends to impose trade sanctions on Japan and the fear that Tokyo might then retaliate "could be taken quite negatively by financial markets," warned Mark Cliffe at HSBC Markets in London. John Lipsky at Salomon Brothers Inc. in

New York cautioned that a worsening of the U.S. trade conflict with Japan "could undermine the dollar, hurting the U.S. bond market." The two markets likely to be unscathed

by the trans-Pacific trade dispute are the Deutsche mark and Swiss franc sectors, thanks to their reputations as being safe havens with strong currencies. But a fresh advance by the mark also

risks disrupting the massive rally in neighboring European bond markets by provoking renewed turmoil in the foreign exchange market.

Some European currency-market disturbance is expected in any event as the weekend election in France settled only the political uncertainty of who will be presideat. The more important policy risks remain untouched as the campaign rhetoric made absolutely clear that the immediate policy objective will be to reduce the level

of unemployment. Until the prime minis-

The danger is just how weak it could get. Analysts fear that both the Belgian franc and the Spanish peseta could be pushed into the center of a broad new attack on Europe's fixed exchange-rate system if the

French currency falls substantially. Nevertheless, until the weekend news that the U.S.-Japan trade conflict could escalate, the peripheral European bond markets had a lot going for them.

The apparent stabilization of the dollar over the past two weeks had fed hopes that the worst of the mark's appreciation was over. Currency stability combined with significant progress in improving domestic economic conditions — notably in Italy — provoked a rally in the peripheral bond markets that resulted in a significant narrowing of the risk premiums, the amount of extra return investors deemed necessary to account for the economic and political risks of buying bonds in those markets.

Barely two months ago, the yield on 10year Italian government bonds was 642 basis points, or 6.42 percentage points, higher than in Germany. By last week, following a massive rally that drove prices sharply higher and yields lower, the spread on Italian bonds over German paper had fallen to 510 basis points. By contrast, the spread was a mere 255 basis points a year ago.

The Spanish market also railied sharply last week, pushing the spread over German yields down to 479 basis points, compared with 526 basis points in late March. In Sweden, the premium over German yields

fell 34 basis points in the past month. By the end of last week, these markets appeared to be headed higher --- enhanced by the prospect that coupon-hungry American investors would feel compelled to buy

Trade Dispute Weighs on Outlook the high-yielding bonds while the chance still existed.

The U.S. market has also railied sharply, the U.S. market has also rained snarply, buoyed by a stream of data showing that the economy is headed for slower growth. The yield on 10-year U.S. bonds ended the week at 6.69 percent — their lowest rate since last April, and 28 basis points less than the 6.97 percent in Germany. Amid much uncertainty over how much lower U.S. yields might drop (they touched a low of 5.23 percent in 1993), investors were reported to be returning to the high-yielding European markets, drawn by the prospect that as risk premiums narrowed, capitally rains on the bands mould full. tal gains on the bonds would fully compensate for the prospect that the dollar might recover.

But analysts fear that the renewed inves-tor appetite for risk could be severely dampened by an escalating trade dispute, and the first to suffer will be the highyielding markets in Europe.

Even the U.S. market begins to look dicey. The economic slowdown appears to be convincing, but questions remain as to whether the next interest-rate move by the Federal Reserve Board, now deemed un-likely before end-year, will be an increase or a decrease. In other words, do current yields represent the likely low or is there more room for rates to fall?

This question risks to get pushed aside by the worries about the trade dispute. Japan is estimated to hold \$130 billion worth of reserves in dollars, of which a very large part is believed to be invested in two-year Treasury notes. Were Japan to dump these in favor of diversifying its holdings into gold or marks, this week's scheduled U.S. auction of some \$30 billion in three- and 10-year paper "could weigh heavily on a market, which looks increasingly overbought," analysts at Banque Par-ibas SA warned.

Inflation Is Invisible in America

Treasury Auctions Not Expected to Overturn Rally

Compiled by Our Staff From Dispatches NEW YORK -- Although the U.S. Treasury plans to sell \$47 billion of bonds, notes and bills this week in addition to its regular weekly auctions, some market analysts are saying even that large chunk of supply would not stop the recent rally, though others predicted some profit-taking

ahead of the auctions. Gerry Zukowski, an economist at PaineWebber Inc., said, "The market's on a roll. One hesitates, at these levels, to say that buyers are going to come out of the woodwork. But we continue to see them creeping in."

Some investors said last week's economic data ended an almost two-month-long yields hovered just above 7.30 percent as investors wondered whether the economy's growth would slow enough to subdue inflation.

"Now the question is not 'Will we get a slowdown,' but, 'How severe will the slowdown be?" said Denny Niedringhaus of Southwest Bank of St. Louis. Bond yields "could go to 6.5 percent in the next few months."

Bond prices surged on Fri-day after the Labor Depart-ment reported that the U.S. unemployment rate jumped to 5.8 percent in April from 5.5 percent in March and that the number of new jobs fell for the first time in more than is said and done, the economy two years.

The jobs data followed a string of reports, including the Commerce Department's index of leading indicators on Wednesday, all pointing to U.S. CREDIT MARKETS

the slowdown sought by bond investors and generating the biggest weekly rally in the

market since June 1989. The benchmark 30-year Treasury bond closed the week at a yield of 7.02 percent, the lowest in more than year and down sharply from 7.33 percent in the previous

The unemployment report i ine clearest si the economy has slowed to a point where inflation, which erodes bonds' value, is muz-

Before the jobs report, investors were "essentially bearish," expecting the Federal Reserve would keep raising interest rates to slow the economy, said Van Hoisington, president of Hoisington Investment Management in Austin, Texas. "This may have changed their fundamental view."

But Donald Fine, the chief market analyst for Chase Se-curities, said, "The economy is not slowing as rapidly as this report implies. When all is clearly slowing, but the de-gree of slowing is still uncer-tain, particularly when look-ing ahead to the second half of the year.

Kevin McClintock, manager of fixed-income portfolios at Actus Investment Management, "Each new piece of data causes bond investors who have been holding out on the sidelines to one by one throw in the waiting towel and buy bonds for fear of missing an opportunity," said

As part of its quarterly refunding the Treasury will sell \$17.5 billion in three-year notes Tuesday and \$12.5 billion of 10-year notes on Wednesday. The Treasury will also raise \$17.0 billion through a 38-day cash management bill.

Traders said the flood of supply could put some pressure on Treasuries. But Mr. Zukowski said, "If the market believes in itself, supply in the past has never been a prob-

Apart from new debt issues, the bond market will have to digest inflation data including the Commerce Department's April retail sales report and the Labor Department's producer price index Thursday, and reports Friday on the consumer price index and business inventories. (Bloomberg, Reuters, NYI)

Rising Prices Irk Investors In China

BELING - The two biggest

headacties plagning foreign investors in China are high inflation and defaults of credit, a business survey said.

Rising prices have driven up production costs, while credit has become tight in part because of government policy, the China Daily on Sunday quoted a U.S. China Business Council survey as saying.

In 1994, consumer price in-flation exceeded 24 percent, the highest level since the Communists won China's civil war in

The survey, conducted in 12 Chinese cities, found that 76 percent of the foreign enterprises interviewed regarded their profits as "quite good," with most putting their longterm profit target at between [1] percent and 25 percent.

Some 58 percent said they had already achieved their target market share, the newspa-

per said. Nearly all of the enterprises that reported violations of intellectual-property rights said those infringements had been settled through negotiations of the courts, with most violators acting out of ignorance, the sur-

In 1994, China attracted \$33.8 billion in foreign investment, 22.8 percent more than in 1993. That sum ranked it second in the world for foreign investment after the United

CURREN

New International Bond Issues

Compiled by Paul Floren

Floating Rate Notes

Bankers Trust New York

World Bank

World MSCIP

Terms

Over 3month Libor. Callable at par in 1997. Fees 0.15%. Denominations \$10,000. (Merrill Lynch Int'l.)

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Last Week's Markets

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Sources: Lioyds Bank, Re

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Herald Eribune **BUSINESS / FINANCE**

MONDAY, MAY 8, 1995

PACE 13

CYBERSCAPE

Multimedia Proponents Seek Overlooked Niches

By Richard Covington Special to the Herald Tribune

ANNES - With rock stars like Peter Gabriel and futurist pundits like James Burke, software gurus and apostles of the Worldwide Web, the Apple new-media forum rolled into town last week to evangelize the converted about the mixed blessings of multimedia.

Some 600 European multimedia developers and publishers gathered to witness the latest trends in new media from BMG Ariola. Walt Disney Co., Random House Inc., Voyager Co., Wired maga-

zine and Apple Computer Inc. The touring road show heads next to New York, Los Angeles and Tokyo.

Enhanced-music CDs will have a great With only 5 million multimedia computers in Europe, acfuture, but when is cording to BIS Strategic Services, a London-based media analyst, Britain and the Conti-

nent lag far behind the United States in new-media penetration. But coming to multimedia and on-line services relatively late in the game may be a boon, enabling European companies to carve out unexploited niche markets, argued Ferhan Cook, president of Mediaplay International, a new-media consultancy based in Paris.

In the race to churn out compact-disk game, education, and entertainment titles aimed at preteen and teenage boys, the interactive division of BMG France has stumbled over a forgotten niche market: adults. The median age of buyers for BMG's video CD-ROM on the Louvre Museum is 41, says Benoît Deniau, director for multimedia products. With 35,000 disks sold, it is the best-selling multimedia title in France and has already recouped threefold the 1.5 million franc (\$305.810) it cost to develop, according to Mr. Deniau. "Most adults bought CD-ROM computers for their kids, but the success of this title shows that the industry needs to spend more effort targeting the over-35 market," he explained. In addition to the French-language edition, the company plans to release a version in English and eight other languages.

BMG, a division of Bertelsmann AG and one the world's largest music publishers, is taking a cantious approach to video compact disks, the emerging technology of enhanced CD that blends music, text, still images and video for use on multimedia computers. "We know enhanced-music CDs will have a great future," Mr. Deniau said, "but when and at what price is still a mystery. The technology is so new the customers are likely to become confused. An artist who might sell 100,000 audio CDs might only sell 60,000 because his fans would be waiting for the enhanced CD."

"The fact is that the record companies are nervous and unsure about the potential market for enhanced CDs," one music producer confided. "No one wants to be seen as having given away the goodies, Since the business model flight path is not yet clear, the

See MULTIMEDIA, Page 16

Bad News Slides Off a Wall Street Paved With Teflon

By Peter Passell New York Times Service

NEW YORK - America's trade deficit is as big as the gross national product of Switzerland. Ten dollars hardly buys a cappuccino in Tokyo. President Bill Clinton is telling Newt Gingrich, the House speaker, that the bal-looning budget deficit is now a Republican problem.

Yet the stock market just keeps soaring, and bond prices have recovered from the doldrums of last summer.

While there is a gap between the apparent state of the U.S. economy and the markets that are supposed to be its barometer, economists are having no trouble coming up with theories

to explain the paradox.

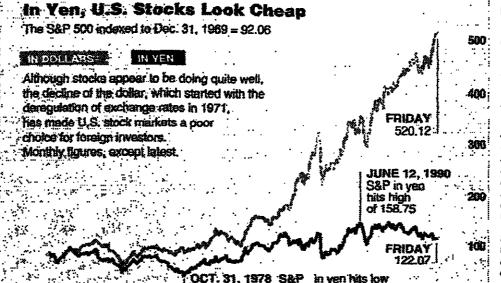
What is hard is trying to make sense from sometimes overlapping sometimes inconsistent views of what has put the wow in the Dow.

No indicator of American economic decline stands out like the fallen dollar. If the dol-lar had not fallen around 17 percent so far this year, hardly anyone would be puzzled why the Dow Jones industrial average had risen 16 percent in the same period.

It seems odd that securities prices are rising, even as the currency in which they are denominated is falling. After all, if foreigners expect the dollar to keep falling, one would expect them to insist on higher returns.

But Richard Cooper, an economist and a former adviser to President Jimmy Carter, said that while some money managers have sold bonds and stocks to get out of dollars, the extent of the globalization of capital markets has been exaggerated. This is because most dollar-denominated assets are still owned by people and institu-

See RISE, Page 16



of 46.68, down 55 percent in 71/2 years

85 0

A Gloomy View from Tokyo

By Floyd Norris New York Times Service

NEW YORK - The American stock market rose to record highs last week — at least if you measure it in dollars. But viewed from Tokyo, the market looks very different.

Measured in yen, the Standard & Poor's 500stock index fell to its lowest level in more than four years in April. Even with the surge last week in stock prices, which coincided with a strengthening dollar, the index, measured in yen, is only 17 percent above the low hit in the 1990 recession. In dollars, the index is up 76 percent since then.

A technical analyst would immediately see a triple-top formation in the S&P yen chart, a very negative sign. The American market peaked on June 12, 1990, challenged that high but fell short in April 1992 and then did it again in February 1993. It is now 23 percent below the peak.

Those statistics help explain why some foreigners are dismayed by dollar-based invest- compound annual return of just 5.1 percent.

ments, but they also explain the increasing talk of foreign takeovers. Valued in yen, American stocks look like bargains.

The accompanying chart shows the S&P 500 in dollars and ven since the end of 1969, when the index stood at 92.06. At its close last week, the S&P was at 520.12, a gain of 465 percent.

But over the same period the dollar has fallen to about 84 yen from almost 360 yen. Measured in yen, the S&P has risen just 91 percent over more than a quarter of a century. Those figures do not include dividends, and so

understate total returns. An American investor who bought the S&P 500 at the end of 1969, reinvested all dividends and somehow avoided paying taxes throughout the period, would have earned a compound annual return, through the end of April, of 11.2 percent, with an initial investment of \$100 growing to almost \$1,500.

But a Japanese investor would have seen an initial investment of 100 year grow to 349 year, a

Strategists Say Nothing Can Stop the Stock Rally

By Floyd Norris New York Times Service

NEW YORK - With the stock market hitting new highs, three Wall Street strategists -Abby Joseph Cohen of Goldman Sachs & Co., Michael H. Sherman of Capital Investments International and Byron R. Wien of Morgan Stanley & Co. — were asked to offer insights.

They were unified on several things: Cyclical stocks are cheap; utilities are not; and there is no reason that the major averages cannot keep rising.

Q. Most of the stock market averages are hitting highs even as the dollar drops. The latest mutual-fund numbers show cash reserves for domestic funds at the lowest level since Jimmy Carter was president.

The dividend yield on the Standard & Poor's 500 is about 2.65 percent, almost as low as it was at the market peak in 1987. Technology stocks zoom ever higher, and most new software initial public offerings soar the first day of trading.

At the same time cyclical

stocks are not doing well. So is this a great chance to get out of the market or is this a bull market that has a long way to go?

A. Ms. Cohen: I think it's a

bull market that has a long way to go. That is because this will be a long-lasting profit recovery. The economic cycle still has a ways to go -inflation's under control, corporate profits are not only robust, but they're of very high quality.

Q. Byron, some months ago

you said the Dow Jones industrial average was going to get to 4,500. Is it going to stop there?

is a good target for the year. We're going to consolidate at this point, although the market is still a little undervalued. I don't really feel the market's going to surge ahead until sometime later on, probably during the summer.

I don't think you can look at the dividend yield quite the way we used to Corporations are buying their own stock back. You've got to view that as a way of rewarding shareholders. And if rates go lower, as I expect they will. I think the market can go higher.

Mr. Sherman: The element that worries me most in the market is not valuation, it's earnings momentum. We've had sparkling earnings growth over the last three years and the economy, I think, is slowing down quite visibly.

Mr. Wien The point that Mike raises is the thing that causes me the greatest concern. There have been very few times when the Fed has tightened as aggressively as they've tightened and the economy has slowed and not gone into a recession.

As far as I know, there's never been a time when the Fed has tightened so aggressively and the economy has slowed and yearover-year earnings have been up. But I think you will see better earnings in 1995 than in 1994, and even better earnings in 1996.

Ms. Cohen: I'm not worried. Normally, the U.S. economy will flip over into recession when there's lots of excess inventory, when inflation is high and rising and ugly and the Fed

See RALLY, Page 16

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International Herald Tribune 124

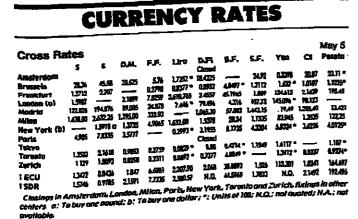
World Stock Index, composed of 280 internationally investable stocks trom 25 countnes. compiled by Bloomberg Business News.

Week ending May 5, 121 daily closings. Jan. 1992 = 100.

Industrial Sectors/Weekend close

Capital Goods 125.41 124.12 +1.04 Energy 127.09 123.30 +3.07 Raw Materials 142.46 140.40 +1.47 Utilities 132.85 128.62 +3.29 Consumer Goods 115.58 114.30 +1.12 Finance 124.18 120.33 +3.20

Services 114.51 112.66 +1.64 Miscellaneous 126.08 125.19 +0.71 The index tracks U.S. dollar values of stocks in: Tokyo, New York, London, and Argentina, Australia, Austria, Belgium, Brazil, Canada, Chile, Denmark, Firinand, France, Germany, Hong Kong, Italy, Mexico, Netherlands, New Zealand, Norway. Singapore, Spain, Sweden, Switzerland and Venezuela. For Tokyo, New York and London, the index is composed of the 20 top issues in terms of market capitalization, otherwise the ten top stocks are tracked.



| Currency Other Dollar Values Forward Rates

Sources: ING Bank (Amsterdam); Indusuer Bank (Brussels); Banca Commerciale Italiano (Amores: ING Bank (Amsterdam); Indusuer Bank of Takvo (Takvo); Royal Bank of Canado (Anion); Agence France Presse (Paris); Bank of Takvo (Takvo); IMF (SDR), Other data from Bioomberg, Reuters and AP.

Trade Tiff **Threatens** Stability Of Markets

By Carl Gewirtz International Herald Tribune

PARIS - Financial markets are heading for an upset, analysts warn, if the United States follows through on its threat to initiate trade sanctions against Japan after talks between the two countries collapsed over the weekend.

This is not the first time that the discussions aimed at opening the Japanese market to U.S. auto products have failed. But up to now each breakdown has been followed by a resumption of negotiations, so analysis are not prepared to believe that the latest setback will inevitably result in Washington's following through on its threat.

Nevertheless, there is concern that the exceptionally favorable U.S. financial conditions could lull Washington into believing that it has little to lose at this time by initiating a trade war with its biggest creditor.

The mere thought, said Jim O'Neill, a London-based analyst at Swiss Bank Corp. is terrilying, opening a specter of ugly conditions in financial markets, damaged prospects of world growth and threatened job security everywhere."

The dollar and Japanese stock prices are expected to be the first victims of the new insecurity when Tokyo markets reopen Monday after having been closed for holidays most of last

Other Asian stock markets are expected to suffer as well, as the region is dependent on foreign trade.

The favorable background for U.S. action is a booming market in stocks and bonds. The stock market, rallying for the past six months, set a record high Wednesday when the Dow Jones industrial average closed at 4,373.15. Although the index, widely considered the beliwether of the American economy, ended the week 29.75 points lower, many observers see the Dow climbing above 4,400.

Prices in the U.S. credit market are also surging, causing bond yields to drop to levels not seen in over a year.

The markets are responding to a number of factors, not least that U.S. economic growth is slowing to a pace that relieves worries about future inflation and eliminates worries that official interest rates might need to rise anytime soon. Lower rates are good for business. So is the lower dollar - currently barely above its record lows against the

See DOLLAR, Page 16

outing of heads between 1981. The control of the first section of the control of the control

Poland Says It Will Miss Deadline to Sell Banks

WARSAW -- Poland cannot complete the privatization of nine large banks by the end of 1996, a deadline the country vowed to meet when it applied for Western support for the plan, Finance Minister Grzegorz Ko-

So far Poland has privatized three out of nine former central bank branches and two more, Bank Gdanski and Powszechny Bank Kredytowy, are slated for sale late this year.

But Mr. Kolodko said it would be hard to sell the four remaining banks, Powszechny Bank Gospodarczy SA, Bank Zachodni SA, Pomorski Bank Kredytowy SA and Bank Depozytowo-Kredytowy SA, in 1996 even if they were merged and floated as one.

"At this point it is hard to imagine that all nine banks could be privatized by the end of next year," Mr. Kolodko said. "First of all, there is a demand

barrier," he said, referring to the large amount of bank stocks already on the

Poland set the 1996 deadline in a privatization plan in 1991, when it asked seven Western governments to support the plan with about \$700 million in capital to help the banks clean up their bad-debt portfolios.

But Mr. Kolodko said that because the schedule could not be kept, Poland would discuss with the United States and other donor countries a possible change of the deadline.

"We will talk with the participants of the fund about a new deadline of the completion of the privatization, Mr. Kolodko said.

Finance Ministry officials said the program was delayed after a controversial sale of Bank Slaski SA early in 1994, when the government and the

bank's officials drew fire for underpricing and mismanaging the issue.

The next privatization, of Bank Przemyslowo-Handlowy SA, came only in January when bearish market sentiment forced underwriters to take up almost 40 percent of the 50 percent

Jaroslaw Biernacki, head of the ministry's banking department, has said that banking privatizations were increasingly difficult because the market had become saturated with banks.

"Banks now account for 40 percent of the Warsaw bourse's capitalization, and it is not easy to place several financial institutions over a short period either on the domestic or foreign markets," he said.

Separately, ING Bank Warsaw, the Polish branch of Internationale Nederlanden Bank NV, and Bank Slaski

ment fund later this year. ING's general manager, Stan Szczurek, said.

Mr. Szczurek told Gazeta Wyborcza newspaper that the two banks planned to offer a choice of investment strategies ranging from high-risk speculative stocks to low-risk debt instruments, mainly Treasury bonds

Internationale Nederlanden Bank holds a 25.9 percent stake in Bank Slaski.

Gazeta Wyborcza quoted Mr. Szczurek as saying the analytical team of London-based Barings Securities, a unit of ING Securities, will play a large role in the new fund's management.

So far Poland has only one openended investment fund, managed by the Pioneer Group Inc.

India Rushes Petroleum Products to Energy-Starved North

NEW DELHI — The Indian government, faced with a looming fuel crisis, has begun massive delivery of petroleum products to energy-starved regions in the north, officials said Sunday.

The officials quoted the secretary of the Petroleum Ministry, V. L. Kelkar, as saying that refineries had maximized production and that railways had been asked to deploy 800 tankers to ferry diesel and gas to the eight affected northern states.

Mr. Kelkar assured governments in the fuel-starved states Saturday that "the highest peacetime movement of road transport is taking place" to bring energy products to areas suffering shortages.

A breakdown last month in a giant refinery near New Delhi and disruptions at a fuel-handling port in held in government reserves, he said, while 1.2 million the west disrupted supplies to the northern states, tons of gas would be imported to meet the region's which supply much of India's grain. The region has the sudden demand for petroleum products. country's greatest number of vehicles.

Parliament reacted angrily last week to the shrinking fuel supplies. Lawmakers warned that shortages would hit industries and disrupt harvests.

Petroleum Ministry officials quoted Mr. Kelkar as saying that his department had built up fuel reserves for two months and that he wanted to allay fears of A quarter of a million tons of diesel fuel was being

A variety of petroleum products was also being procured from "unconventional sources." Mr. Kelkar added, as New Delhi had ordered three southern refineries to meet the demand of the northern states.

India's consumption of petroleum products is growing at 6 percent to 7 percent a year and is expected to vastly outstrip local production, at 150 million tons, by

Crossing Invisible Barriers at National Borders

By Philip Crawford

PARIS - Take a 32-year-old Californian who speaks fluent Japanese and French and whose interests center on fitness, nutrition and the beauty industry. Put her in Paris in the 1990s. Factor in an education that in-

cludes a bachelor's degree in biology from Stanford University and a master's degree in business administra- S M A L L tion from Harvard. BUSINESS What type of com-

4 pany might she cre-The answer is a tiny international consulting firm

whose founder, Laurel Skurko, has proved that cross-border entrepreneurship need not be the sole domain of multinational corporations with armies of researchers, lawyers and ac-countants. Indeed, Linc International has only one full-time employee: Miss

Line's stock in trade is identifying ideas and products that have been successful in one country and finding ways to bring them into others. While its specialty is introducing U.S. products to Japanese consumers, it also builds bridges between Europe and Japan and from the United States to

For example, Linc recently orchestrated the arrival in France of Domino's Pizza, the American delivery staple. Working for two partners, one French and one American, who sought the rights to establish Domino's franchises in France, Line conducted a competitive analysis of the fast-growing, French pizza-delivery market and aided its clients in developing a 10-year business plan.

The partners were rewarded with Domino's master-franchise rights for France over several competitors.

Line's evolution has mirrored Miss Skurko's personal muses and her relationship with Japan, where she moved at age 13 - "before I'd ever tasted sushi" — when her father's company posted him there. Returning to Tokyo in 1985 after four years at Stanford (where she had started a business called Stanford Aerobics, which offered exercise classes and lectures on health), she noticed some changes in Japanese culture.

'Japanese dietary and exercise habits had deteriorated," she said, "They had become more American, I decided I had a mission: to be the person

behind a new fitness movement in

Her timing was fortuitous. Ito-Yokado Co., the huge Japanese retailer. was then planning to open a chain of health clubs in its stores, and it hired Miss Skurko as a consultant on matters such as how to design aerobics classes, who to hire as instructors and

how to motivate clients. Gradually, Miss Skurko developed a reputation that led to appearances on fitness-oriented television shows and to her writing of a regular column entitled Laura on Health for the Asahi

Weekly news magazine. ('Laurel,' she explained, is nearly impossible for Japanese people to pro-

In the late 1980s, Linc helped bring American-made stair-climbing machines, known well to health-club denizens, to Japan by introducing them to a medical-equipment company that was testing cardiac rehabilitory aids. She also played the middleman in franchising the Michigan-based Smoke Stoppers smoking-cessation program to a Japanese company.

"The aim is to be the link between the American business person and the Japanese business person," Miss Skurko said, adding that she returned to business school in order to learn other Monday.

U.S.-style marketing. She came to France in 1991 to work with Procter & Gamble Co. on increasing its French market share. She then decided to base Linc in France, where she has relatives.

One of Miss Skurko's current clients is a major Japanese cosmetics concern. Her task, she said, is to show them how the American idea of beauty is evolving and how they can make it attractive and marketable to Japanese women." Another client is a company that bought Vincent van Goeh's final residence, northwest of Paris, and is marketing it as a tourist destination.

Line's product typically includes the preparation of lengthy research reports aimed at helping clients gauge the potential of their products in overseas markets. Miss Skurko receives time-based consultantcy fees, out of which she hires part-time help to carry out research, report translations, and

legal and accounting tasks. Line has, of course, suffered some setbacks. One was a recent attempt to sell the smoking-cessation program in France, "I don't think," Miss Skurko said, "that the French market is quite ready for the idea."

Articles in this series appear every



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- 1013 1316 12 1276 - 5502 376 304 37 Continued on Page 17

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SHORT COVER

Italy Inflation Rises to 5.2% in April

ROME (AFP) - Italy's inflation was 5.2 percent in April. compared with April 1994, Istat, the Italian statistical institute said Saturday. Prices increased 0.5 percent from March.

The latest increase provides evidence that Italy's inflation rate

is heading upward, at least partially because of the lira's fall, Istat

The sharpest price increases over March were in housing, up 1.5 percent, and clothing, which rose 0.7 percent.

Nintendo Delays Game's Premiere

SEATTLE (NYT) - Nintendo of America Inc. said its Ultra 64 video-game player would not be ready in time for the 1995 Christmas season.

Instead, Nintendo said Friday that it would introduce the new machine in April 1996. Nintendo said that the final chipset for the Ultra 64 had just been completed and that it would unveil the machine at its annual

Video Game Exhibition in November in Makuhari, Japan, and at the Consumer Electronics Show in January. India's No. 1 Steelmaker Diversifying

NEW DELHI (Reuters) - India's biggest steel company, the state-run Steel Authority of India Ltd., facing free market competition for the first time, is diversifying into new areas.

Chairman M. R. R. Nair said the company would move into high-value-added specialty steel products and launch joint ventures for power, cement and shipping projects to increase profitability and turnover in the next few years.

Malaysia Firm Buying Chemical Ships

KUALA LUMPUR (Reuters) - Malaysian International Shipping Corp., the country's national shipping line, plans to focus its immediate expansion plans on the chemical tanker sector, the Business Times newspaper said Saturday.

"At present we have far too many jobs," the daily quoted Managing Director Ariffin Alias as saying. "We should slow down and take stock.

"Our expansion plans now will focus on tankers for chemical. crude oil and vegetable oils."

MULTIMEDIA: Seeking Niches

Continued from Page 13 record companies would rather stay on the ground."

Some musicians might bypass the record giants entirely. issuing their songs over the Internet's Worldwide Web. Frus- has left its hip print parent in trated by his record company's the cyberdust since being refusal to reissue albums by his launched last October. Subscribformer group Squeeze, the British rocker Chris Dilford speculated that the Internet might into what Ms. Metcalfe prefers function as an ersatz music distributor. "Our fans want an aiburn entirely composed of B- supported by advertisers, who sides," Mr. Dilford argued. pay around \$30,000 for a site on "but the record company will the cyberstation. "but the record company will not publish it. So offering the songs on the Web for a sub-

scription fee would make a sensible alternative." "You can't just put up a toll-booth and say. 'Pay here.'"

dent of Wired, the monthly multimedia bible published in San Francisco.

The magazine's latest venture is an on-line version of the publication called Hotwired that ing to Hotwired is free, and some 40,000 "subscribers" a day tap to call a cyberstation, not an online magazine. The project is

In contrast to television and print media, where advertisers cannot be sure how many people have seen their ads, she said, Persuading Internet surfers Hotwired gives advertisers an to pay for access to information exact accounting of the number and entertainment has been a of users who clicked onto the major sticking point for the network's commercial potential, sulted on a multipage promotional package.

Internet address: CyberScuquipped Jane Metcalfe, presi- pe@iht-lib.demon.co.uk

Trump and Pritzker Settle Feud Over New York Hotel

By Diana B. Henriques New York Times Service

NEW YORK - Donald J. Trump. the New York developer, and Jay A. Pritzker, the Chicago financier, have settled a long-running legal feud over the management of the Grand Hyatt Hotel in New York, which they jointly own and which the Pritzker family's Hyatt Corp. manages.

Neither Mr. Trump nor Mr. Pritzker would comment Friday on the legal arrangement, which ends nearly two ears of bitter litigation. A spokesman for the Trump organization confirmed that the dispute had been settled, but

signed by both sides said the settlement cleared the way for substantial renovations at the convention hotel, which flanks Grand Central Terminal

not ready yet to announce anything."

According to one person who has seen the details of the settlement, the deal gives Mr. Trump a role in the management of the hotel and in the proposed refurbishing project, com-light as a developer. But the relation-pensates him for \$2.4 million in legal ship grew stormy in 1991, when Mr. March of last year, accusing Mr. expenses, reduces Hyatt's manage- Trump experienced financial difficul- Trump of not fulfilling his duties to the

People familiar with documents advance \$25 million toward the re- casino empire. modeling work,

It also revises certain provisions in the partnership agreement between in Manhattan. Mr. Pritzker, while re- Mr. Trump and the Pritzkers, with an Friday that he hoped work on the hotel has been an extremely rocky corporate "could begin soon — although we are marriage.

The Pritzkers and Mr. Trump have its initial renovation in 1979, a project that thrust Mr. Trump into the spot-

refused to comment on any details. ment fee and obliges the Prizzkers to ties in the rest of his real estate and

Those back-room arguments broke into the open in July 1993, when Mr. Trump sued the Pritzkers, contending that Hyatt's management of the hotel had been marred by questionable acfusing to discuss the lingation, said eye to reducing future friction in what counting practices, undocumented spending and inappropriate transac-tions with affiliated companies.

Hyatt denied any financial improbeen equal partners in the hotel since prieties and Mr. Pritzker dismissed his partner's lawsuit as typical of "what kind of partner Trump is." He counlight as a developer. But the relation-tered with a lawsuit of his own in

partnership by failing to remain solvent in the past, by pleasing his stake in the hotel to some of his creditors and by refusing to pay his share of the refurbishing project.

The settlement brings an end to both of those lawsuits. According to people on both sides of the dispute, the litigation has already resulted in the dismissal of some employees of the hotel and the referral of some questionable financial matters to the Manhattan district attorney's office. Gerald McKelvey, a spokesman for that office, Friday declined to comment on whether those matters were under in-

The Week Ahead: World Economic Calendar, May 8 - 12

Asia-Pacific

olitay 8 Methourne April job vacancy Sydney March retail sales
Tokyo Trade balance figures for the first
20 days of April.

Tokyo March average lending rate for Hong Kong Fourth-quarter Hoog Rong Promorphormal years of the maste product estimates.

Camberra Treasurer Raiph Willis to make annual budget statement for the facal year beginning July 1.

Glenelg, South Australia 1995 Interna-



• May 10 Camberra Treasurer Raiph Willis to deliver post-budget address to the National Press Club.

the Negional Press Club.

• May 11 Sydney April employment agures. Foracast: No change in unemployment, employment up 6,000 Wellington April food prices.

Sydney Finance Minister Kim Beazley is the host of a budget breaktast panel that includes Woolworths Chalman Paul States and Chart Economist Door. non and Bain & Co. Chief Economist Don

Melbourne Finance Minister Ralph Willis to address Australian Council of Social Services braskfast.

Sydney Treasurer Raiph Willis to give keynote address to the Australian Finan-cial Review post-budget dinner.

Melbourne Bank of Melbourne manag-ing director and chief executive David Arrey talks to a luncheon of the Securines Institute of Australia May 12 Beiling Asia Society and Dow Jones & Co. conterence on "China

and its neighbors - economic relations in a region of rapid growth." Through verse Prese Munister Paul Keating

to address postbudget luncheon.

Brisbane Treasurer Raiph Willis to give budget briefing Wellington Budget report for the nine months ended March 31. Europe Bogota April auto sales Santiago Trade of the first two

• May 8 Amsterdam April consumer Basel Bundesbank President Hans Tierral bank governors. Rome February EU trade balance and March non-EU made balance Stockholm Prehimnary April unemploy-

Frankfurt February trade balance and current account
Zurich April unemployment
Expected anythre this week

Frankfurt January Industrial production, manufacturing orders and manufacturing output. Final April cost of hwing. Final March M3, from a fourth quarter 1994

base
Paris February M3
• Mary 9 Dusseldorf The Bundesbank
council member Reimut Jochtmeen holds a news conference.
Frankfurf Federal Bond Consortium
meets to set terms on first tranche of 10year government bonds.
Mainz The Bundesbenk council member Hans-Jürgen Köbnick holds a news

onlerence May 10 Am Madrid April unemployment rate
Onlo April consumer price index

May 11 Bonn German uttee, from both houses of parlianent, discusses the 1995 budget. Openhagen First-quarter unemploy-London April retail price indexes, April distributive trades survey. February visi-ble trade balance. Quarterly inflation re-

Paris INSEE April investment survey. Stockholm April consumer price index.

• May 12 Amsterdam March producer price index. Helsinid 1995 supplementary budget

proposal out to Parliament. March industrial production Madrid April consumer price index Paris April consumer price index im Agril unemploy

• May 8 Washington Senate Budget considers ways to balance the federal budget by the year 2002. Sen Jose, California Semiconou

May 9 New York Continental Corp. stockholders vote on proposed \$1.1 biltion, \$20-share, acquisition offer from

Washington: Commerce Di rch wholesale trade. New York Johnson Redbook research service releases its weekly survey of same-store sales at more than 20 U.S. department, discount and chem stores.

Santiago Chilean public school teach-ers strike for higher pay. Washington American Petroleum Instiute issues its weekly report on U.S. petroan stocks, production, imports and re-

Mexico City The central bank anounces the results of its weekly auction government securities. April inflation. strusty industrial production. eiro. The central bank will sell

central bank bonds at weekly auction.

• May 10 Kansas City, Missouri The Resolution Trust Corp.'s \$350 million loan. auction. Through May 11.
Washington The Federal Reserve Board releases its "Tan Book" report on current

ento The public debt implications of Quebec secession will be discussed at a ence sponsored by the Fraser insti-Economists and Financial Post.

Washington Senate Finance Committee hearing on legislation to establish a re-view board for the World Trade Organiza-

tions subcommittee hearing on telecommunications retorm.

Artington, Virginia The American Gas
Association releases its weekly U.S. natural gas inventory report.

Washington The Mortgage Bankers As-sociation of America releases its weekly report on mortgage applications. New York Money Megaziner ABC News release their weekly consumer confi-

fexico City Mexico's central bank pubishes its balance sheet. Average Inter-bank interest Rats. March trade balance. Washington U.S. Department of Energy issues its weekly report on U.S. perroleum

Continued from Page 13

"When all is said and done,

From this perspective, the depreciated dollar should in-

crease the value of U.S. stocks

because it helps raise the profits

of American corporations

abroad. The companies with

Japanese and European subsid-

iaries benefit directly from the

rising yen and Deutsche mark

because the same level of earn-

ings translates into more dollars

But the biggest winners are

- or compete against imports.

U.S. carmakers, for example, are

in the earnings report.

the American securities mar-

kets are still domestic markets."

osses in dollars alone.

Mr. Cooper said.

Caracas The central bank auchons monetary stabilization notes.

Earnings expected Black Box Corp. Federated Department Stores Inc., Frodimaker Inc., Frontier Insurance Group Inc., Gymboree Corp., Thermo Electron Corp., Thermo Fleetron Inc., Frontier Insurance Remediation Inc., Younkers Inc. • Blay 11 Karass City, Missouri The Recountion Trust Corp. a \$350 million loan auction (Auction VII) Through May 11 Washington April producer price index. April chain store sales.

Sao Paulo Inflation for the 30 days end-

sae Pause Innation for the 30 days end-ing May 7.

Washington The Labor Department re-ports initial weekly state unemployment compensation insurance claims. The Treasury Department reports weekly

money supply.

Buenes Aires Sharsholders of Banco de Sud SA and Banco Shaw SA meet to approve merger terms.

Santiago Second of twice weekly debt auctions by Chile's central bank, worth a

total of \$34.2 million.

Washington Senate Finance Committee
hearings on the future of the Medicare program. House talecomme

cations reform.

Ottawa The Canadian government will refease details of its quarterly five-year bond auction set for May 17, Washington National Association of Business Economists releases it quarterly

outlook and semiannual economic policy Earnings expected Caldor Corp., Checkers Drive-in Restaurants Inc., Cisco Systems Inc., Fairchild Corp., Forest Oil Corp., Foundeer Health Corp., Gap Inc., Lands' End Inc., Royal Dutch/Shell

Group, Sotheby's Holdings, Storage Trust Realty, Sturm Ruger & Co. Inc. • Way 12 Washington April consum-er price index. March business inven-South Bend, Indiana Ingersoli-Rand Co.'s \$86-a-share cash offer for all of

Clark Equipment Co. expires.

Washington Federal Reserve's weekly report of assets and liabstities of U.S. commercial banks. weekly survey of the number of active od

and gas drilling rigs in the United St and Canada. Caraces Seguros Caracas CA holds a Special shareholders' meet wa March new motor vehicl A report on grain stocks at March 31. Chiapes, Mendos Rebels and govern-ment negotiators resume peace takes almed at defusing tension in the south-

Japanese automakers will be

Inflation is also not the prob-

lem it once was. Inflation has

fallen more rapidly than pre-dicted in the recession of 1980-

82, and never rose much when

the economy expanded for most

Perhaps most important, the

Federal Reserve Board's deter-

mination last year to raise inter-

est rates in the face of uncertain

economic growth apparently

convinced money managers

that Washington's tolerance for

steered the ecomony toward a

ing right from the point of view

of a long expansion," said

When the Fed acted, it

of the rest of the decade.

inflation was very low.

m state of Chiapes.

home market.

RISE: A Paradox on Wall Street

tions who count their wins and able to make inroads into their

American companies that export soft landing, "Everything is go-

now in the position of being able Bruce Steinberg, an economist

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to raise prices without fear that at Merrill Lynch & Co.

very attractive. decides that a recession is the

Continued from Page 13 lesser of two evils. That's not the case. What the Fed was trying to do was to slow things down to a more reasonable rate

of expansion. We expect that there will be profit gains of close to 10 percent next year.

Q. Buli markets typically end with signs of excess in a variety of areas. Is the boom in technology stocks an example?

Mr. Wien: Where do you see it? Intel, which is one of my favorites, is now selling at, at most, 13 times earnings. And that's been one of the leaders in

this tech move. Mr. Sherman: It's not just that Intel was too cheap, which it was. People are always worned about the growth margins of In-tel being unsustainably high, and now they've woken up to the fact that they're going to remain unsustainably high for an unsus-

tainable amount of time. Mr. Wien: Technology is the capital equipment of the 1990s. That's one of the reasons why it may have a more sustaining run

than it's had in the past. Ms. Cohen: We have had a four-year bull market in technology stocks because we have

that I think will happen. You take a look at some of the Middle East. I think that will change.

Mr. Wien: The real decision folio managers are asleep on. investors have to make is Q. So what's going to underperwhether they are willing to take form the stock market? a stand on how long the cycle's Ms. Cohen: One area that is going to be. I think it'll last at likely to continue to underper-least until 1997. On that basis form would be some of the exit's very likely that we haven't treme defensive issues including seen the peak of cycle earnings some of the electric utilities. The yet for the economically sensitive stocks. If you're willing to people focus on that sector when make that judgment then there the market is doing poorly.

RALLY: Strategists Stay Bullish are a lot of cyclicals that are

Mr. Sherman: The cyclical stocks are cheap. They generate enormous cash flows, and I think as long as the world economy remains in decent shape, the prices for basic raw materials may not go up from here, but they aren't likely to fall

much until there's a real honestto-goodness recession. Q. Why don't you name a few cyclicals since you're all in agreement that cyclicals are

wonderful investments? Mr. Wien: I like the aluminums, and I like Alcoa in particular. There are some paper stocks, Bowater and Champion.

The autos are very cheap. I like Chrysler and Ford. Ms. Cohen: Among the commodity-oriented stocks I would prefer something like the aluminum stocks, primarily because

they haven't performed very well yet. Alcoa, because of the strong cash-flow generation and the very capable manage-ment, kind of sets itself apart. Q. Nobody has anything good to say about the oils? Mr. Wien: I have a lot of

good to say about oil. My own forecast for the price of oil at the beginning of this year was had an elongated period of fab- for it to go to \$25 a barrel and ulous fundamental perfor- it's gone to \$20. Most portfolios mance on the part of these com- should be at least equally panies. However, it's important weighted in oil. You have a very to recognize that the sustainabi- unstable situation in the Middle lity of the overall bull market East, with an increasingly wellwill probably require that the armed and impatient Iran and a leadership broaden out from Saudi Arabia that is weak both the technology center into other politically and economically centers of the market as well. that's not a happy combination. And that's one of the things I think there is a chance of an interruption in supply out of

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the more basic cyclical stocks. But even on the basis of supand they are trading very, very ply and demand alone I think cheaply because investors don't the price of oil can work it's way want to pay for future earnings. higher. I think that this is an area with limited risk that most port-

DOLLAR: Sanctions Pose Threat

Continued from Page 13

yen and the Deutsche mark --which enables U.S. industry to recapture export markets.

The dynamics of the domestic economy would appear to immunize the capital markets from any upset in relations with Japan, and if a weaker dollar were to result, that decline would be well timed to make U.S.-made goods more attractive abroad and assure that the domestic economic slowdown

does not turn into a recession. But this view, analysts cau-tion, overlooks the fact that the United States is also hostage to Japan, which through massive intervention in the foreign exchange market aimed at slowing the yea's appreciation, holds an estimated \$130 billion as reserves.

Japan could dump the short-

down and, more importantly, would inflict massive harm on its export industry, which is already screaming that it cannot survive with the present exchange rate.

"It's a scenario of mutually

assured destruction," said Mark Cliffe of HSBC Markets in London. While analysis agree that Monday's initial reaction is likely to be a sharp sell-off of the

dollar, there is some uncertainty about the longer-term impact. Yes, there is a grave danger of a free-fall in the dollar," Mr. Cliffe said. But if the Bank of Japan were to stop buying dollars in support of the yen, he added, "that could change the psychology of the markets, investors would be forced to de-

ket and driving the dollar to that the dollar has bottomed unplumbed lows.

Japan would also suffer. It nese institutions to increase would risk losing money on its investments by driving prices United States."

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was the most detailed view.

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cide what is the 'right' price for the currency." Adrian Cunningham of the term Treasury securities these Union Bank of Switzerland dollars are invested in, wreak-noted that "imposition of sancing havoc in the U.S. bond mar-tions might increase confidence

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SPORTS

Red Sox Complete a Sweep Of Tigers With a 12-1 Rout

John Valentin went 4-for-5 with a homer and three RBIs ny Rogers won for the first time and Vaughn Eshelman remained unscored upon this season as the Boston Red Sox mered for the second straight pounded the Tigers, 12-1, on Sunday in Detroit.

Troy O'Leary and Mike Macfarlane both homered in a seven-run sixth inning for the Red Sox, who completed a threegame sweep of the Tigers. Valentin was 7-for-15 in the series with two homers, five RBIs, three doubles and eight runs.

Eshelman allowed four hits, struck out three and walked none in seven innings. Mike Hartley and Frank Rodriguez completed the five-hitter. In his in nearly a year, benefiting from debut last Tuesday in New a six-run second inning. York, Eshelman blanked the Yankees through six innings before the bullpen closed out an 8-

Boston was working on its fourth shutout of the season until Cecil Fielder hit a home run to deep center in the ninth.

Detroit's Buddy Groom gave up eight hits and four runs in 4½ innings. He has made 76 big-league appearances without a victory and is 0-6 lifetime as a

Brewers 9, Yankees 1: Kevin Scitzer hit a grand slam and Greg Vaughn had two RBIs for the third straight game to lead Milwaukee to victory in New York.

Scitzer's third career grand slam came in the eighth off Jeff Patterson, the fourth Yankees pitcher, after Brian Boehringer had walked the bases full. It was the third grand slam by Milwaukee this season.

The Brewers won the final two games of the three-game series to remain in first place in the AL Central New York dropped into a first-place tie with Boston in the AL East.

Orioles 6, Blue Jays 2: Mike Mussina outpitched David Cone to earn his first victory of the season and Rafael Palmeiro extended his home run streak to three games as Baltimore stopped visiting Toronto.

Brady Anderson had three hits, extended his hitting streak to nine games, scored twice and

In games played Saturday: Rangers 4, Athletics 2: Kensince pitching a perfect game game as Texas won in Oakland, California

Rogers allowed seven hits, including Mark McGwire's third home run, in seven innings. Gil continued a torrid pace that has

AL ROUNDUP

produced three homers, two doubles and a single in his last eight at-bats. Blue Jays 7, Orioles 3: Danny Darwin got his first victory

Toronto sent 11 batters to the plate in the second inning, get-ting three walks and five hits, including a two-run single by

Paul Molitor. Brewers 5, Yankees 2: Ricky Bones pitched 7% shutout innings and Greg Vaughn and David Hulse had two RBIs each to lead visiting Milwaukee over

New York. Bones, making his third start of the season, struck out six and walked one before being relieved by Graeme Lloyd in the eighth. Jim Leyritz hit a tworun homer in the ninth to ruin

Twins 5, Indians 2: The Minnesota rookie Brad Radke. making his first career start, limited the hot-hitting Indians to two runs in 54 innings in Cleveland.

Radke, making only his second career appearance, slowed a Cleveland team that entered the game leading the majors in hitting (.310) and runs per game (8.1). The 22-year-old right-hander yielded six hits, walked none and struck out two.

Red Sox 5, Tigers 3: Lee Tinsley and Tim Nachring each extended their season-long hitting streaks to 10 games and both drove in a run as Boston triumphed in Detroit,

The loss was the seventh in 10 games for the Tigers. White Sox 7, Royals 4: Tim Raines tripled, doubled twice and drove in three runs and Ron

Karkovice and Warren Newson

homered as struggling Chicago

beat visiting Kansas City.
The White Sox won for just the second time in nine games. Angels 7, Mariner 5: Greg Myers' two-run, seventh-inning homer snapped a ne and boosted the Angels over Seattle in Anaheim, California.

Mitch Williams, who bailed the Angels out of a two-on. none-out threat after the Mari-



ners had tied the score in the The Pacers' Reggie Miller had reason to celebrate Sunday. as time expired, taunting the until late. They were behind 80-

Miller's Shooting in Clutch **Sends Pacers Past Knicks**

onds of clutch shooting that ri- ago valed his memorable fourth quarter against the New York Knicks a year ago, gave the In-diana Pacers a 107-105 victory Pacers, who have been eliminatin the opener of their National Basketball Association playoff York the last two seasons. series on Sunday in New York,

The Pacers were seemingly out of the game when Greg Anthony's two free throws put the Knicks ahead 105-99 with 18 seconds left.

But Miller, who did not have a fourth-quarter field goal until the final minute, hit a 3-pointer with 16 seconds remaining. then stole the inbounds pass and swished another, tying the

John Starks missed two free throws at the other end and Patrick Ewing got the rebound and missed a jumper.

Then Miller was fouled on the rebound, and he made two free throws with 7.5 seconds left. Anthony stumbled on New York's final possession, and the clock ran out.

Miller, who scored 25 fourthquarter points and finished with 39 in Indiana's Game 5 victory at New York in last year's Eastern Conference finals, sprinted to Spike Lee's seat at the half but remained close

Rik Smits scored 34 points, outscoring Patrick Ewing 34-11, and Miller had 31 for the ed from the playoffs by New

Game 2 of the best-of-7 Eastern Conference semifinal will be held Tuesday night at Madison Square Garden. Starks scored 21 points,

Charles Oakley 17 and Antho-

NBA PLAYOFFS

ny Mason 15 for New York, while Anthony scored 10 of his 15, including two 3-pointers, in the fourth quarter in relief of the ejected Derek Harper. Until Miller's heroics, the game would have been remembered for nine technicals and the ejections of Harper and Indiana's Antonio Davis.

Spurs 110, Lakers 94: David Robinson had 33 points and 11 rebounds as the Spurs took a 1-0 edge over Los Angeles in their Western Conference semifinals series Saturday in San Antonio.

The Lakers, who upset Seattle to make it this far, trailed 58-48

film director as he had after his 73 at the start of the fourth quar-Reggie Miller, with nine sec- memorable performance a year ter and stayed within 10 points for much of the period.

Two free throws with 2:05 left by Avery Johnson, who had 19 points and 12 assists, put the

Spurs ahead 102-90. The best-of-7 series continues Monday in San Antonio.

Rockets 123, Jazz 106: For the third time in NBA playoff history, teammates scored 40 points as Clyde Drexler hit 41 and Hakeem Olajuwon 40 as the Rockets staved off firstround playoff elimination, ty-ing the series with Utah at 2-2 in Houston on Friday.

The final game of the series was set for Sunday in Salt Lake

City.
The Rockets took charge early, with Olajuwon scoring a club-record 18 points in the first quarter. Then Drexler, who had two points in the first quarter, took over, scoring 12 second-quarter points as the Rockets ran to a 67-51 halftime lead. Houston shot 70 percent from the field and made 15 of 16 free

It was the second double 40 game for Olajuwon, who scored 41 as Sleepy Floyd scored 42 against Dallas in 1988. In the only other double 40, Elgin Baylor had 45 and Jerry West 41 for the Los Angeles Lakers

Magic 95, Celtics 92: Orlando made Boston Garden a thing of the NBA's past, winning the first playoff series in franchise history on the Celtics' venerable parquet floor on Friday. With the victory, the Magic

claimed their first-round series 3-1, setting up a long-awaited meeting: Bulls vs. Magic, Michael vs. Shaq. The Eastern Conference semifinal series was to begin Sunday in Orlando.

The Magic will be there not because of Shaquille O'Neal, who had 25 points and 13 rebounds, but because of the steady play of veteran Horace Grant. Grant had 23 points and 10 rebounds, and his two free throws with 15.3 seconds left

with 16.2 seconds left. Dominique Wilkins missed the secand of two free throws and Dino Radja fouled Grant going for the rebound.

Milwaukee's shutout bid. seventh, earned the victory. Maddux Hurt, Phillies Rally to Defeat the Braves' Bullpen

Greg Maddux pitched five strong innings before leaving with a twisted knee, and the Philadelphia Phillies rallied from a three-run deficit against Atlanta's bullpen to defeat the Braves, 5-4, on Sunday in Atlanta.

Maddux burt his left knee when he collided with the Phillies first baseman Dave Hollins while beating out a two-

strike, bunt single in the third. Maddux wound up scoring during a four-run burst.

Maddux pitched two more innings, allowing a run in the lifth on a double by pitcher Curt Schilling and a single Lenny Dysktra. The three-time Cy Young winner left after the fifth with a 4-1 lead.

The Phillies came back against restole his 29th consecutive base lievers Greg McMichael, Mike Stan-three short of the AL record. ton, Steve Bedrosian and Brad Cloutz.

Gary Varsho's two-run single in the eighth capped the rally.

Reds 8, Mets 4: Jerome Walton's leadoff homer carried the Cincinnati Reds' newfound momentum into a second day, sparking the victory over visiting New York.

The Reds improved to 3-8 by winning consecutive games for the first

NL ROUNDUP

time. Walton's two-run, ninth-inning homer gave the Reds an improbable 13-11 victory on Saturday.

Cardinals 6, Astros 5: Bernard Gilkey drove in three runs and the Cardinals beat Doug Drabek and Houston in St. Louis.

Jeff Parrett allowed one hit in 11/3 scoreless innings for his first victory in the majors since 1993 with Colorado. Gilkey's two-run single with the hits in seven innings.

bases loaded keyed a five-run rally in the fifth. Down 5-1, the Cardinals came back against Drabek, with Gilkey's single and Jose Oquendo's RBI single that finished Drabek.

Pirates 4, Cubs 3: Pittsburgh, in danger of starting 0-5 at home for the first time this century, needed two wild pitches, a passed ball and a bad-hop grounder to score the go-ahead run and beat visiting Chicago.

Jeff King hit a two-run homer for Pittsburgh. But the Pirates got only one ball out of the infield in breaking a 3-3 tie in the eighth.

Expos 9, Marlins 3: Darrin Fletcher homered, doubled and scored three times, leading Jeff Fassero and the Montreal Expos past Florida in Mon-

Fassero gave up three runs on eight

In games played Saturday: Reds 13, Mets 11: The Reds, in

desperate need of a victory and resorting to desperate measures, rallied for nine runs in the last two innings to beat New York in Cincinnati. Ron Gant's homer started the surge

during a six-run eighth inning, and Jerome Walton ended the game with a two-run homer. The Reds opened the season at 1-8, one of the worst starts in franchise history.

Dodgers 17, Rockies 11: Mike Piaz-

za hit his first homer of the season, scored four runs and drove in three as Los Angeles held on for the victory in Eric Karros added three hits and

three RBIs, Mitch Webster hit a tworun homer and Henry Rodriguez had his first career four-hit game.

Marlins 10, Expos 3: In Montreal, Greg Colbrumn had four hits and their sixth straight loss.

drove in a career-high five runs for Florida, as the Marlins won consecutive games for the first time this season and handed the Expos their third straight loss.

Cubs 13. Pirates 5: Shawon Dunston drove in three runs with a pair of doubles and Jaime Navarro had a career-high eight strikeouts for Chicago. Phillies 3, Braves 1: In Atlanta, Phil-

adelphia's Michael Mimbs limited the Braves to one hit in six shutout innings and won his official major league debut. Cardinals 7, Astros 5: Darnell Coles

hit a three-run homer and Bernard Gilkey also homered as St. Louis stopped visiting Houston's five-game inning streak.

Giants 13, Padres 6: Jeff Reed's four hits and two RBIs featured a seasonhigh 18-hit attack as San Francisco won in San Diego, handing the Padres

sealed Orlando's victory. With a chance to tie the game

NASDAQ NATIONAL MARKET

Consolidated trading for week ended Friday, April 28.

| 1884 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174 | 174

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By Andrew Beyer Washington Post Service

LOUISVILLE, Kentucky - Trainer D. Wayne Lukas, who has been obsessed and often frustrated in his quest to win the Kentucky Derby, dominated the 121st running of America's most famous thoroughbred race.

He saddled three horses, and Thunder Gulch, the most lightly regarded, scored a 24-to-1 upset Saturday.

He did so after stalking Serena's Song. Lukas's filly, who sprinted to the front and set a blistering early pace. Jockey Gary Stevens sent Thunder Gulch to the lead early in the stretch, and prevailed by 214 lengths over Tejano Run, as Lukas's more highly regarded colt. Timber Country, rallied to finish third.

One of the most successful thoroughbred trainers of all time, Lukas came to Churchill Downs with a 1-for-23 Derby record and the distinction of having run the most losers in the race's history. He had exuded confidence last week about Timber Country and Serena's Song — who were coupled in the wagering and favored - but he barely mentioned Thunder

Gulch, except to refer to him as the "step-child" of his trio.

Yet almost as soon as the gate opened, it was apparent that the outsider was going to be a formidable presence in the 121st Derby. Even though he broke from the disadvantageous Post 16. Stevens managed to put him into optimal striking position throughout the race. He fully validated Lukas's judgment in asking him to fly here from Hong Kong for this assignment. Serena's Song came out of the gate in high gear, and while Corey Nakatani ap-

peared to have a strong hold of her, she sped the first quarter mile in 22.4 seconds over the lightning-fast strip. Mike Smith deftly steered the Canadian champion Talkin Man to the rail at the first turn and put the 4-to-1 shot in perfect striking position behind the leader. Stevens also managed to avoid the tactical pitfalls that might have befallen him in the 19-horse field.

"The colt broke very sharp, and after 50 yards out of the gate I got toward the inside." he said. "I couldn't have imagined myself being in a better place. I was ecstat-

As Serena's Song reached the half-mile mark in a swift 45.8 seconds and the six furlongs in 1:10.2, some of the speedsters

chasing her faltered, but Talkin Man ap-peared a formidable presence on the rail just behind her. Thunder Gulch had been sitting in fifth place early and now moved up to third just outside the two leaders. As Talkin Man cut the corner and got past the filly. Stevens glanced over and figured that he was the one to beat. "I thought it was going to be a hard-fought battle in the stretch with Talkin Man," he said.

But at the moment Stevens asked Thunder Gulch for his decisive acceleration, Talkin Man faltered; he wound up finishing 12th. The filly was finished, too, strug-gling home 13th. And in the matter of a few strides, the 144,110 fans saw that the outcome was no longer in doubt.

2:01.2, Although this was the fastest Derby since 1985, the time was not exceptional. because the Churchill Downs strip was as fast as it has ever been. The second- and third-place finishers, Tejano Run and Timber Country, both

The winner covered the 11/4 miles in

gave good performances with their strong finishes. Behind them were the stretchrunning Jumron, Mecke and Eltish. owner, Michael Tabor, a resident of Mo-

naco who is a major shareholder in a group of betting shops throughout England. He said he had augmented his purse money in the Derby, betting both at home and Chur-chill Downs: "I had some sterling on it and I had some dollars on it."

At \$51, it was the best Derby victory payoff since Proud Clarion's \$62,20 return

Thunder Gulch had looked for a while as if he might be Lukas's principal Derby contender, but when he finished a dull fourth in the Blue Grass Stakes at Keeneland, he became the forgotten horse. Next to his more glamorous stablemates, Lukas described him as a "blue collar worker." The foreign entries did not fare well in the Derby, The Associated Press reported.

Ski Captain, the first Japanese-owned horse to compete, finished 14th. Ski Cap-tain was making his first start since early February. English-based Eltish did the best of the

foreign contingent. He was in a little trouble early and closed some ground to finish sixth. Citadeed, also based in England, made a run at front-running Serena's Song Thunder Gulch earned \$707,400 for his on the backstretch but faded and wound up ninth.



Gary Stevens rode to a 24-to-1 upset.

Pennekamp Wins The 2,000 Guineas.

NEWCASTLE. England — Celtic Swing's bid for the English Triple Crown was thwarted in the first leg as the odds-on favorite was besten by less than a man had favorite was beaten by less than a nose by Pennekamp of France in the 2,000 Guineas on Saturday.

Thought to be England's best 3-year-old in 25 years, Celtic Swing took the lead at the halfway point of the mile classic.

But Pennekamp, the second favorite and one of four unbeaten colts in the race, came from the outside and surged ahead with 100 yards left. Celtic Swing's jockey, Kevin Darley, made a late charge, but Thierry Jamet, on Pennekamp, held on to give the owner, Sheikh Mohammed ibn Rashid al Maktoum, his first 2,000 Guineas victory.

Bahri, ridden by Willie Carson, was two lengths back in third.

The victory ended more than a decade of frustration for Sheikh Mohammed, who has been chosen champion owner in British thoroughbred racing eight times but had not won the 2,000 Guineas. It also was the first English classic triumph for Jarnet.

SCOREBOARD

Major League Standings AMERICAN LEAGUE Friday's Line Scores

Minesoft 800 100 886—1 5 6
Cleveland 900 212 00x—5 9 0
Erickson, Horsman (6) and Wollbeck:
Nagy, Tovers: (8), Mesa (9) and Pena.
W—Nagy, 1-0.L—Erickson,0-1,5 v—Mesa (1).
Milwaukeé 000 108 121—4 9 8
New York 187 222 20x—6 9 9
Minesons Seeris (4) and Oliver: Korolon-

Roston 511 az 221—10 17 1 Detroff 601 286 066—7 6 1 F.Rodriguez, Looney (4), Pierce (5), Lilli-quist (7), K. Ryan (6) and Hosselman; Maore, Gardiner (6), Lira (7), Bohanan (8), Boever (9) and Flaherty, W—Lilliauss, 1-1, L—Lira, 0-1, Sv—K. Ryan (1), H.Rs—Boston, Jn. Valen-

tin (3), M. Vaughn (4), Whiten (1). Detroit, (1), (oranto 980 509 209—2 6 1 (oranto 983 081 05x—9 11 0 A. Leiter, Cox (6) and Knorr, Parrish (7); Brown. Benthez (B). Moyer (9) and Holles, Nokes (8). W—Brown. 2-0. L—ALefter, 1-1. HRs.—Toronto, Carter (2). Boltimore, By.Anderson (2). Polimetro (2). Kaasas City 100 000 000 002—9 13 2 Chicago eta 60 000 100 000—1 6 1

Linton, Pichords (9), Brewer (10), Mea-cham (11), Montsomery (12) and Mayne, Bar-ders (9); Bere, Radinsky (8), DeLean (8), Milk Hammacker (10) Marchell (3), and Marchell Hammacker (10) Marchell (3)

vice, LaValiliere (8), VV—Meacham, 1-1.
L—McCaskili, 0-1, Sv—Mantipothery (2).
Texas 001 339 811—9 75 3
Oakiand 906 110 092—4 7 0
Tewksbury, Whiteside (8), McDowell (9)
and 1, Radrisuez; Onliveros, Eddy (5). Van
Poppel (7) and Steinboch, VV—Tewksbury, I-d.
L—Ontiveros, 1-1, HRs—Texas, Tertileton (4).
Gil (2), Dakland, Berroa (3).
Seatite Gil (2). Ookland, Berroa (3).
Seatitle 800 808 908—0 B 2
California 901 669 11x—18 8 9
Fleming, Converse (5). Guettermon 1st.
Cumminss (7). Villone (8) and D.Wilson,
Krouter (7): Bn. Andérson. B. Patterson (5).
Percival (7). Butcher (8). Att. Williams (9)
and Allonson. W—B. Patterson. 1st. L.—Fleming, 1-1. HR—Californio. C. Dovis (11.
NATIONAL LEAGUE
New York 801 918 801—3 7

Sy—Franco (2). HR—New York, Banilla (2).
Philiodelphia 032 112 000—7 12 8
Affasta 000 900 801—4 9 8
T. Green, Bortond (7) and Doulton;
Mercker, Schmidt (3), Clark (6), Borbon (8)
and J. Lopoz, C'Brien (8). W—T. Green, 1-1.
L—Mercker, 0-2. Sv—Borland (1). HRS—Philiodelphia, Duncon (2), Haves (1). Affanta.
Mercker (3)

McGriff (3).
Florida 01e 609 460—11 11 1
Montreal 100 222 860—6 10 5
Burkeit, Mathews (7) and C. Jehnson: Heredia, Schmidt (4), Cornelius (6), Aquina (7), Eversgerd (8), Perez (9) and D. Fleicher.
Laker (9). W—Burkeit. 2·f. L—Heredia, 1·f 54—Mathews (1), HRS—Florida, Veras (1), Montreal, Tarasco (1), Berry (1), Houston 304 000 220—9 11 2
St. Louis 000 000 813—4 8 1
Hampton, Brocoll (8), P.A. Martinez (9), Dougherty (9) and Eusebio; Urbani, Frasco-

Mompton, arocall (8), P.A. Mortinez (9),
Dougherty (9) and Eusebio; Urbani, Frascatore (13), Porrett (7): Fossos (9) and Shoelfer.
W.—Hampton, I-1, L.—Urbani, I-1 HRs.—Houstan, Bigsia (2), Plantier (2).
Calcase 910 480 002—8 10 0
Pitisburgh 903 999 190—4 12 1
Faster, Hickerson (6), Walker (a), Nabhaliz
(7), M. Perez (7), Banks (9) and Wilkins;
Lleber, M. Maddux (7), Christianson (8), Milcell (8), Goft (9), Piesac (9) and Sossor, Parent (7), W.—Foster, 2-0, L.—Lieber, 0-2,
HRs.—Chicoso, Wilkins (1), Butleft (1),
Lis Angeles 201 620 601—6 12 0

Milweukee 000 103 021—4 9 0
New York 197 202 262—5 9 0
Wesman, Sparks (4) and Oliver: Kamienleckt Bankhead (2). Wickman (4). Wethland (9) and Stralley. W—Bankhead, 1-0. L—Wesman, 6-2. Sv—Wethland (5). HRs—Milwaukee, G. Vousinn (1). New York, O'Nelli (3).
Stanley (1).

Boston 911 920 321—10 17 1 Sm. Francisco.

San Diese 013 122 102-9 9 0 San Diese 080 801 801-2 8 1 Rosselli, Gomez (6), Deway (7), Frey (8), Bourlista (9) and Avanworing: Valenzuela, Bochfler (5), Mauser (7), Bibir (9) and Ausmus. W-Rosselli, i-1. L-Vek -San Francisco, Clayton (1), Ma. Wil-

Saturday's Line Scores

AMERICAN LEAGUE 122 008 999-5 18 008 101 080-2 8

090 110 012-5 10 0 980 900 682-2 8 1

Bones, Lloyd (8) and Oliver: Key, Austria (8), Perlitte (9) and Stanley, W—Bones, 2-0. L—Key, 1-1, Sv—Lloyd (3), HRs—Milinaukee, G. Vaugnn (2), New York, Leyritz (2). Roston

Boston 011 200 100—5 6 0
Detroit 093 900 900—3 7 2
Sele. A.Pena (61. Belinda (9) and Rowland:
Bergmon. Deherty (4), Lira (8) and Tingler,
Flaherty (9), W—Sele, 2-0. L—Bergman, 0-3.
Sv—Belinda (1).

Fisheriv (9), W-Sele, 2-0. L.—Bergman, 0-3. Sv—Bellinda (1).

Torgato 042 000 109—7 12 0 Balfisare 100 000 200—3 12 0 Darwin, Castillo (6), W. Williams (6), Holl and Knorr; Rhodes, Oquist (2), Pennington (6), Orasco (6) and Nokes, Holles (6). W-Oorwin, 1-0. L.—Rhodes, 1-1, HRS—Toranic, Knorr (1), Ballimore, Polmeiro (3).

Texas 912 019 000—4 9 0 Oakfond White: Harkey, Leiner (5), Reves (4) and Steinbach. W-Rogers, 1-2. L.—Harkey 0-1. Sv—Russell (2), HRS—Texas, Gil (3), Ookland, McGwire (3).

Kansas City 902 000 200—4 5 1 Chicago 91 001 101 002—7 12 1 Gubica, Bunch (4), Tortes (6) and Borders; Alvarez, Marquez (6), R. Hernandez (9) and Korkovice, W-Alvarez, 1-1. L.—Gubica, 1-2. Sv—Riernandez (1), HRS—Korsas City, Miller (1), Chicago, Newson (1), Karkovice (2), Seotile 200 000 200—5 2 0 Californio 129 118 202—7 11 0 T. Dovis, Weils (4), Villiane (8) and Krevier; Bakle, Sociencer (7), James (7), Mt Williams

T. Davis, Wells (4), Villione (3) and Kreuter;
Baskle, Springer (7), James (7), Mt. Williams
(7), Percival (8), Le. Smith (9) and Myers,
W—Mt. Williams, 1-1, L—Wells, P-2, Sv—Le.Smith (4), HRS—Seartle, Griffer Jr. (3), E.
Martinez (2), Solo (1), California, Snow (1),

NATIONAL LEAGUE

NATIONAL LEAGUE
Floride 816 511 206—10 12 1
Montreal 100 916 681—3 10 2
Weathers, Johnstone (71, R. Lewis (91) and
Decker: Rueter, Schmidt (4), Shaw (5), Cornelius (71, Scott (8), Roles (9) and Loker,
Spehr (9), W—Weathers, 1-0, L—Rueher, 0-2,
HR—Montreal, R. While (3),
New York 200 142 110—11 14 1
Clacinnati 911 62 663—13 15 6
Milckl, DiPato (6), Guaderson (8), Henry
(8) and Hundley: P. Smith, Groft (5), Sullivan
(6), Courtright (8) and X. Hermandez 19) and
Santiago, W—X.Hermandez, 2-0, L—Henry, 0-1, HRS—New York, Brogna (3), Alfonza (1),
Clinchmidt, D. Sanders (1), Gant (4), Morris
(1), Wathign (1).

evedo, 6-1. HRs--Los

| L-ACCYCCO, 01. RICS-LES ANGERS, PIGZOG (1), Webster (1), Colordo, Bicherle (3), Metia (1), YanderWal (1), Kingerv (1). Calcago 204 022 281-13 14 8 Pithsburgh 008 319 601-5 10 1 Neverre, Casion (8), Edena (9) and Wilkins: Wagner, R. Manzanillo (3), Wilson (5), McCurry (6), Dyer (7) and Parent, Encamo cign (7), W—Navarra, 2-0, L—Wagner, 9-3 HR—Chicago, J. Hernandez (1).

McCurry (6), Dyer (7) and Parent, Encarnacion (7). W—Novarro, 2-0. L—Wasner, 0-3.
HR—Chicago, J. Hernandez (1).
Philiadelphia 929 099 198—3 8 1
Athanta 909 099 100—1 4 1
Alimbs, Ge. Harris; (7), Charitan (8). Sacumb
(9) and Webster; Smalt, Woodall (6). Wahlers
(7), Bedrasian (8). Stanton (9) and J. Lopez.
W—Mimbs, 1-0. L—Smaltz, 1-1, SV—Slocumb
(3). HR—Philiadelphia, Harves (2).
Houston
St. Louis 902 090 18x—7 17 9
Swindfell, Brocoil (3). Dougherty (5), Hartgraves (7), D. Veres (8) and Toucker; K.Hill. graves (7), D. Veres (6) and Tucker; K.Hill, Polocias (5), Aracha (7), Henke (9) and Pos-nazzi. W.—Palacias. 1-1. L.—Swindell, 8-1.

Sy-Henke (3), HRs-Houston, Plantier (3), Tucker (1), St. Louis, Gilkey (1), Coles (1). Tucker (1), St. Louis, Gitker (1), Coles (1). See Frencisco 977 460 659—12 18 0 5an Diego 362 006 601— 6 16 0 Mulhalland, Bourissa (6), Gomez (7). Burba (8), Tarres (9) and Je. Reed; Berumen (8), Bisir (8) and Augmus. W—Mulhalland, 2-1. L—Benes, D-2. HRS—50n Francisco, G. Hill (5). Son Diego, Cominiti (2).

Japanese Leagues

Hiroshimt II, Honsi

Yakehamo 5, Yakuli 4 Hiroshma 6, Harshin 3 Chunichi 7, Yamkeri 2 Pacific Lea

FIRST ROUND Best-of-Five FRIDAY'S GAMES

24 30 17 22-93 79 27 26 20-92 (1), Wattern (1).

Los Angeles 430 610 603—17 21 1

Colarado 400 003 400—11 16 1

Condiciti, T.Williams (3), Murrathy (6), Osuna (7), Seames (7), Worrrell (4) and Piczza, Acevada, Palinter (3), Balley (4), Reed (7), Holmes (6), Leskanic (9) and Brita. W—T.Williams, 1-0.

(8), Leskanic (9) and Brita. W—T.Williams, 1-0.

(8) Total 33-70 19-33 95.

Bastais: Wilkins 7-17 6-8 22, Radig 7-16-3-6 17, Bastais: Wilkins 7-17 6-8 22, Radig 7-16-3-6 17,

Boston: Whikins 7-17 6-8 22, Radia 7-16 3-6 17 Mentruss 1-20-02. Screwn 6-14-3-318. Douglos 9 22-1-2-11. Ellison 1-1-0-0 2. McDoniel 2-4-2-2 Strong 2-5-0-04, Minor 0-1-0-0 0.Totals 35-82-15

son 1-1. Turner 1-2, Show 0-1, Hordoway 0-3). Boston 7-17 (Brown 3-8, Doubles 2-4, Wilkins 2s—Oriendo 23 (Hardaway 13), Basten 19 (Douglos, Brown S), Tetal fauts—Oriendo 20, Bastan 25, Technicals—Hardaway, Flegrani

27 24 25 28—116 32 35 32 24—123 Series tied 2-2 Utgh: Benoit 8-12 1-3 20, Malone 7-17 17-21 31 uran: isenost 8-121-320, Motore 7-17 17-21 31, Donaldson 9-02-22, Hornocek 5-100-0 11, Stock-ton 11-18 3-426, Wortson 9-18-08, Corr 2-4-4-58, Chambers 2-3-0-44, Edwards 9-18-08, Crofty 9-18-08, Keete 9-18-09, Russeli 2-40-04, Talais 37-72 27-35 106.

Houston: Chilcutt 0-0 0-0 0, Horry 1-5 2-2 4.
Old Juwon 14-22 12-15 40, Dreater 12-15 13-14 41,
Smith 4-6 3-3 13, Elle 3-5-4-10, Horrero 1-1 0-0 2,
Cassell 2-4 1-1 6, Brown 2-4 3-6 7, Jones 0-1 0-2 0,
Tabak 0-0 0-0 0. Tadak 39-63 38-47 123,
3-Point 9ouis—Utah 5-12 (Benoil 3-6 Hornoogis 1-1, Stockion 1-3, Russell 0-21, Houston 1-20
(Dreater 4-8, Smith 2-5, Cassell 1-2, Jones 0-1,
Elle 9-2, Horry 0-21, Technican—Houston Illeoad defense, Footed on—Carr, Rebounds—U-

Elle 9-2, Horry 6-2), Technico)—Houston Ille-gol defense, Foeled got—Corr, Rebounds—U-toh 34 (Benelt 7), Houston 47 (Orexier 9), Assists—Urch 23 (Slockhon 11), Houston 24 (Drexier, Smith 6), Total foots—Urch 31,

CONFERENCE SEMIFINALS

SATURDAY'S GAME
LA LAKERS 30 18 25 21— 94
SAN ANTONIO 38 25 22 30—110
San Antonio leods series 1-0
LA Lakers: Cebaltos 3-100-07, Campbell 1220-5-6-27, Divoc 10-19-5-8-25, Peeler 2-10-2-4-6,
Von Exel-7-132-4-16, Jones 1-8-2-25, Bowie 1-5224, Smith 0-2-0-00, L vnch 1-30-0-2, Millier 0-2-0-0
0, Horvey 0-0-0-0 0, Totals 37-92 18-26-94,
San Antonio: Rodman 2-6-2-2-4, Ellioth 3-9-4-5
10, Robinson 14-23-5-5-33, Johnson 7-12-5-6-19,
Del Negro 4-7-0-0-10, Person 4-5-0-0-11, Reid 3-7
4-5-10, Anderson 1-1, 0-0-2, Cummings 9-1-2-2, Rivers 3-5-0-0-7, Totals 41-74-22-25-718,
3-Peinf gools—Los Angeles 2-15 (Jones 1-2 3-Point goals—Los Angeles 2-15 (Jones 1-2 Ceballos 1-4, Divaco-2, Van Exelo-2, Smith 0-2, Peeler 0-3), San Antonio 6-10 (Person 3-4, Del Negro 2-3, Rivers 1-2, Elliatt 6-11, Fooled aut-Negro 2-3. Rivers I-2. Elliati 0-11. Fooled out—Campbell, Rebounds—Los Angelos 57 (Divoc 11). San Antonio 44 (Rodman 12). Assists—Los Angelos 18 (Van E tel 12). San Antonio 28 (Johnson 12). Total touls—Los Angelos 25,

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INTERNATIONAL TEST Australia 30, Argentina 13 (Australia win series 2-0) INTERNATIONAL FRIENDLIES Scotland 62, Spain 7 Italy 22, Ineland 12

The second secon

NHL Playoffs CONFERENCE QUARTERFINALS Best-of-7 SATURDAY'S GAMES

NLY. RANGERS 1
QUEBEC 2
Quebec leads series 1-L 2 0 3-5 Guebec leads series 1-8.

First Period—1, New York, Graves 1, 4:34

(po). 2 (uebec, Young 1, 17:03 (sh). 3, Quebec,
Sakic I (Young). 19:41 (pp). Penalites—Laukkanen. Que (holding). 4:13; LaFayette, NY

(interference), 7:37; Ricci, Que (interferesce), 9:33; Finn, Que (trisping). 15:58; Beukeboam, NY (trisping). 18:55.

Second Period—4, New York, Graves 2

(Messier, Zubov), 5:08 (pp). 5, New York, Korpovisev 1 (Xubov, Nemchinov), 18:51, Penalfies—Foote, Oue (roughing). 4:41; Kybred,
NY (tripping), 7:05; Beukeboam, NY (high-

NY (tripping), 7:06; Beukeboom, NY (high sticking), 10:23; Verbeek, NY (ro

19:43, Third Period—7, Quebec, Sakic 2 (Simon. Deadmarsh), 9:44. & Quebec, Bassen 1 (Naion.), 14:07. 9, Guebec, Sakic 3 (Krusp), 19:22. Penalities—None.
Shois on good—New York 12-137—32. Quebec 9-10-14—33. Power-play Opportunities—New York 2014; Quebec 1015. Gootles—New York Richter 1-1 (33 shois-28 saves). Quebec, Fisel 1-4 (37-28).

York, Richter B-1 (33 shots-28 soves), Guebec, Fisel 1-0 (32-28).
WASHINGTON 2 2 2-3
PITTSBURGH I 2 1-4
Washington leads series 1-0
First Perlod—I, Pittsburgh, Barrie 1 (U.Somuelsson, Joseph), 1:37 (pp), 2 Washington, Hurtler 1 (Konawatchuk), 1:02; Penadikas—Prontok, Wos (hooking), 1:07; Hudson, Pit (Interference), 3:34; Bondro, Wos (roushing), 5:42; Hurter, Wos (roughing), 5:42; Kulones, Wos, misconduct, 5:42; Francis, Pit (roughing), 5:42; Kulones, Wos, Misconduct), 5:42; Tamer, Pit, misconduct, 5:42; Wregget, Pit, served by Jagr (leaving crease), 5:42; Cote, Was (high-silcking), 7:91; Stevens, PII (roughing), 7:50; Kanavalchar, Was (roughing), 11:30; Bondra, Was, double minor (attemptins to speor), 20:00; Washington bench, served by Berube (delov of game), 20:00; Borrie, PII (cross-checking), 20:00. Second Period—3. Pittsburgh, Stevens 1 (Mochrer, Murphy), :41 (pp), 4. Pittsburgh, Sandstrom 1 (U.Samuelsson, Robilofile), 1:33 (pp), 5, Washington, Ganchor 1 (Hunfer, Miller), 3:37, 44 Washington, Konowaichuk 1 (Johansson), 18:39 (sh), Penafiles—Borrie,

n), 16:57 (sh), Penalties (Johansson), 19:37 (sh), Pendifles—Barrie, Pit (hooking), 5:30; K.Janes, Was (holding), 7:51; Eagles, Was (interference), 10:19; Tarner, Pit (boarding), 14:82; Machver, Pit (slost), Ins), 15:36; K.Janes, Was (roughing), 17:40, Third Period—7, Woshington, Hunter 2 (Eagles, Gonchor), 129.8, Woshington, Gonchor 2 (Hunter, Millar), 2:17.9, Pithsburgh, Jose 1 (Stevens, Francis), 14:42, Pendifles—Hunter, Was (roughing), 5:00; Macroy, Pit (roughing), 5:00; Pithsburgh, 9:17.
Shots on good—Woshington 14-128—34.

Hes—Weshington 0 of 6; Pittsburgh 3 of 7. Geoffes—Weshington, Carey (11 shots-8 saves), Kotzig 1-0 (1:38 second, 16-15), Pitts-burgh, Wregget 0-1 (34-29).

JIHF WORLD CHAMPIC Finished 3, Catch Research Third Pio Canado 4, Caech Republi Finel

ITALIAN OPEN
Landing final scores Sunday of the \$400,000
Italian Open played on on the £259-mater
(645-yard), par-72 Le Revesine course in

Milan:
Som Torrunce. Scaliand
Jose Rivero. Scalia
Ronan Raffierly. Ireland
Emanuele Cononica. Halv
Poul Broodharst, England
Costomino Rocca, Holy
Mark Litton, Weiss
Tony Johnstone, Zimbohwe
Tody J

ATST CHALLENGE

And Circleston
in Dutoth, Georgia
Quarterfloots
Andre Agossi (1), U.S., def. Christian Russi,
Norway, 64, 64; Todd Martin (4), U.S., def.
Brett Steven, New Zekand, 73, 74 (10-5),
Magnus Lorsson (3), Sweden, def, Mats WiJonder, Sweden, 63, 34, 64; Michael Chang
(2), U.S., def. Lord Access Senio, 73, 63 (2), U.S., det. Jordi Arrese, Spain, 7-5, 6-3.

Andre Agossi def. Mognus Lorsson, 6-4, 6-4. Michoel Chong def. Todd Martin, 6-1, 6-6. Final Chang def. Agussi, 6-2, 6-7 (8-6), 6-4. BANW OPEN

Alichoel Stich, Germany (3), del Alaccelo Filipoini, Uruguay, 6-4, 6-3. Wayne Ferreira, South Africa (4), del Alex

Corretto, Spain, 6-3, 2-6, 6-4. Fishel Ferreira del, Stich, 7-5, 7-6 (8-4).

Coachito Martinez, Spain (2) det. N na Majeeva, Bulgaria (4), 6-0, 6-0. Martina Hingis, Switzerland, de Huber, Germany (5) 6-2, 1-4, 4-3.

SOCCER

ITALIAN FIRST DIVISION Bari 3, Torino 1 Cogliari 2, Padova 0 Cremonese 2, Respio Juventos 0, Lazio 3

FRENCH FIRST DIVISION Sochoux 1, Lyon 2 Rennes 4, Ports-St, Germain 0 iller 5. Cennes 3

Montrettier S. Connes 3
Le Horre L. Asserre 4
Bordeaux 2, Coun 0
Strasbourg 1, Bustla 1
Marthouss 0, Nicz 1
S. Ethenne J. Lifle 3
Nantes 3, Marooz 3
Standings: Montes 74 points, Lyon 46, PortisSt. Germain 68, Lens 56, Manaco 52, Auxerre
SJ. Connes 52, Bordeaux SJ. Strasbourg 48,
Metz G, Le Howe G, Marthyus 45, Rennes 10,
Nicz 41, Montpetter 48, Bostla 48, Lifle 39,
Solnt-Ethenne 34, Coen 32, Sochoux 23,
ENGLISH PREMIER LEAGUE

ENGLISH PREMIER LEAGUE ENGLISH PREMIER LEAGUE
Aston Villa 2, Livernool 6
Crystol Palace 1, West Hoon 0
Everion 8, Southonston 0
Issuich 2, Coventry 0
Leads 2, Norwich 1
Lalceder 1, Chelwa 1
Nottingstorn Forest 1, Manchester City 0
Queens Park Rampers 2, Tottenborn 1
Manchester United 1, Sheffield Wednesdoy 0

GERMAN BUNDESLIGA GERMAN BUNDESLIGA
SC Freiburg 4, FC Kollerslouters 1.
MSV Dolsburg 1, 1860 Mersich 1
Buyer Leverlagen 3. Humburger SV 1
Korftruber SC 2, Scholke 2
Boyern Mersich 2, Boyer Verdingen 1.
Dynamo Dressen 1. VfG Statisorf 1
VfL Bootem 6. Elektroth Frankfuri 1
Messchensfolkoch 6. FC Colonne 6

DUTCH FIRST DIVISION

DUTCH FIRST DIVISION

SC Hagranism & GA Engles Englade I
Willem II Tilling I. Sports Rolferdon 6

FC Groninget 2. Dordrycht 70 2,

FE Utrech 2. Rede JC Kerkrole 4

FC Volendbis 3. Vitetus Arnhest 2

FC Twente Englade I. RKC Woolwijk I

HEE Milmitem & MAC Brede I

Firmsoord Rotterdon 2. PSV Eindhoven 2

Standingst Alox 53 points. Rede JC 49, PSV

G. FC Twente d. Powenourd Al. Vitesse 37,

Willem II 34.RKC 36. FC Volendom 2. NAC 27,

FC Graninges 26. Neetenweet 36. FC Utrecht PC Granisses 26. Heertenveet 26. PC Ulrect 23. Seorta 22, MVV 21, NEC 19, GA Eng

25 Section 22 Apr 21 Apr 17 UA Em Dordrecht 78 14 SPRANSH FFRST DAVISION Celto 1, Vellocold 6 Berts 8, Oviedo 0 Read Modrid 9, Read Sociedod 6

Rocing Schlonder 2, Compositela 2 Espointe Gilon 1, Zaragagh 3 Departivo La Caraino 1, Berceilano 1 Shedings: Real Mound 49 Points, Departivo La Caraino 1, Berceilano 1 Shedings: Real Mound 49 Points, Departivo La Caraina 42, Zaragagh 39, Belis 33, Barcelon 38, Sevilla 37, Espoint 38, Albielia 81, Tourista 37, Espoint 38, Tourista 38, Sevilla 37, Espoint 38, Tourista 38, Sevilla 38, Espoint 38,

boo 36, Oviedo 33, Valencia 32, Tenertie 31, Celta 30, Real Sociedad 29, Compostela 29,

FOOTBALL

WLAF RESULTS Saturday's Gor lost 10, Rhein 10 of 24 Barcelong 20



JUMBLE THAT SCHAMBLED WORD GAM GURAU

TAPPER DOWNY BAHAL CYPSUM NOUTE Saturday's Antheir Willy the senders and mel-officer was — A "STAND UP" GUY

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PEANUTS



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WALTER I

DOONESBURY





O THERE ARE YOUR NATIONAL EMERGENCIES...

HOW CAN A LITTLE

BUSH HAVE A DEEP

ENOUGH ROOT

A TUB OF LARD

LIKE YOU

OH, YEAH? WELL, WHY DON'T THEY JUST SHRED

SYSTEM TO SUPPORT



NOP

0

PROBABLY

SHOULPN'T HAVE

ASKED

RHEITORIC IS OUR SOD GIVEN RIGHT! AND I DESPLY RESENT THIS DESPICABLE ATTEMPT

AND THEN WELL, I WAS

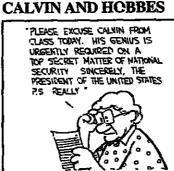
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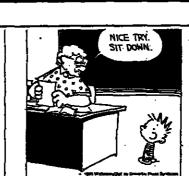


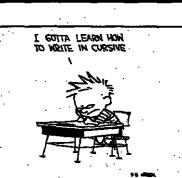
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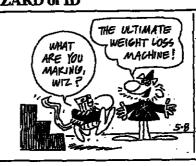








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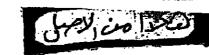


THE FAR SIDE



Well, somehow they knew we were-whool Our dorsal fins are sticking out! I wonder how many firmes that's screwed things up?"





English Rugby Team in Revolt Over Demotion

By Ian Thomsen International Herald Tribune

LONDON — With rugby union's World Cup just three weeks away, England's team was simmering on the verge of revolt Sunday because of the dismissal of the popular Will Carling as its captain.

Carling, who had been the team's most successful captain, was demoted by the Rugby Football Union, in what appeared to many to have been a ridiculous stand on pride, for referring to the sport's national administrators as "57

"You can't have a chap who has served England so well for so long treated this way," said the fullback Jon Callard.
"We'll see the power of the England squad. At the end of the day, who is going to bring back the World Cup, the players or the committee?"

Carling's teammates are to meet for training Monday, with the team sched-uled to leave May 17 for the World Cup in South Africa. England is, or was, rated as among the top four contenders.

"A lot of us are quite shocked," said

the center Jeremy Guscott. "It's a case now of Watch this space.

With Carling as captain, England's team had recorded 37 victories, three Grand Slams (for going undefeated) in the annual Five Nations Championship of Europe, and a second-place finish at the 1991 World Cup. At 29, he was playing his best in years, revitalized by the first-year coach Jack Rowell, who said

that he, too, was shocked by the decision.
The RFU has become a commercial success, demanding vast endorsements from sponsors while stubbornly refusing

to pass along financial rewards to the players, who are regarded as amateur and therefore in the game for the fun of it.

Carling may have been disrespectful, but these could be be little arguing with his statement, made at the end of a 30-minute december of the little arguing with the statement. minute documentary by the TV program "Fair Game": "If the game is run properly as a professional game, you do not need 57 old farts running rugby. What I think gets me and a lot of players now is the hypocrisy of the situation. Why are we not just honest and say there is a lot of money in the game? It is becoming a

His characterization of administrators seemed to have been confirmed by the RFU's quick reaction. Its five officers. ignoring an apology by Carling, an-nounced Saturday that it would be "inappropriate" for him to represent Eng-

And in further appearing that they didn't want anyone reminding them that players are infinitely more important to the game than its administrators, the RFU even excluded Rowell from decid-

ing Carlings's punishment.
"I specifically excluded Jack Rowell from the decision," said the RFU's 69-year-old president, Dennis Easby. "I did not want him to be a party and, therefore, did not seek his opinion."

Carling was criticized by Rowell and other rugby officials for taking on the administrators at the worst possible time, but there was a larger feeling that the administrators had done greater harm to themselves by failing to account for the superior needs of the game.

The incident will surely detract from the showcase World Cup, pointing out the deficiencies of amateur rugby union just as it is being threatened by its professional rival, rugby league, under the fi-nancing of media moguls Rupert Murdoch and Kerry Packer.

"I realized that I had said something very stupid," Carling told the Mail on Sunday, one of several newspapers to attack the RFU for its decision, "But I just couldn't believe that anybody could be so offended that they would take such draconian action without even allowing me to put my side in a fair hearing."

"Surely there is a much bigger agenda than this," he added, "like winning the World Cup for instance. They accused me of disrupting the unity of the RFU but now they are quite happy to min our preparations with just three weeks to go."

Though Carling may retain his posi-tion at center, he will not easily be replaced as captain, a position he earned at 22. And, as captain, he had learned to react to strategy and dictate tactics to his 14 teammates on the fly.

But the hard, fast grounds of South Africa have long been a bane to En-gland's grinding and pummeling style: no sooner had Carling been demoted than the bookmaker William Hill was

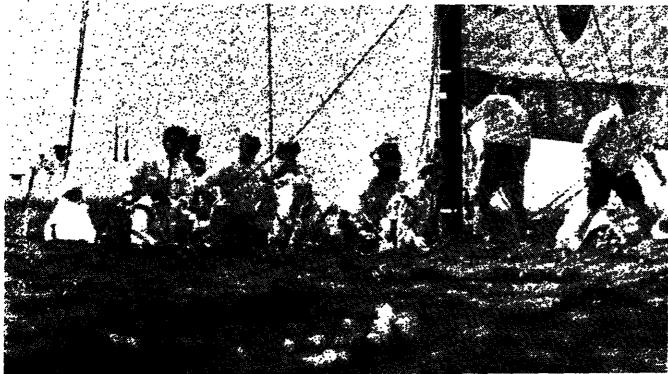


Will Carling: "I just couldn't believe that anybody could be so offended."

lengthening the odds against England from 4-tc-1 to 9-to-2. The veteran No. 8 Dean Richards,

who would have been one of those most likely to replace Carling, said, "I would not accept the captaincy in these circumstances, even if pressed by Jack."

"I don't know if anybody else would," Richards said. "Tomorrow night the players have got to sit down and chat over the events of the weekend, but I am sure I speak for all of them by saying that the punishment is totally over the top and outrageous."



Aboard Black Magic I, the Kiwi crew battled high seas and Dennis Conner's Star & Stripes team to take a 1-0 lead.

Black Magic Zaps Conner in Opener

By Barbara Lloyd New York Times Service

SAN DIEGO - On a day with high clouds and a brisk breeze brushing the course, the two yachts in the America's Cup match paced each other like two heavyweights in the ring together for the first time. It was New Zealand's Black Magic 1 that prevailed, using an edge in boat speed and a better eye on wind shifts to beat Den-

nis Conner's Stars & Stripes team on Young America by 2 minutes, 45 seconds Saturday. The victory gives the challengers a 1-0 record in the fiveof-nine America's Cup series. It also gives New Zealand, which

history of the America's Cup. were at least competitive with the jet-black Kiwi challenger Young America." said Alan and the mermaid-splashed

has tried and failed three times

before to get past the challeng-

Sefton, a Team New Zealand American defender - circled manager. "That was the each other aggressively. S64,000 question. They were a bit uptight in the first two legs, and were nervous. But then they settled down after that." Conner said that his boat's

electronics went out right after the start. His crew was "flustered." he said, that they couldn't sail Young America to its potential. But he also gave credit to the New Zealanders. "The reason we lost was not

because we didn't know the boat," he said. "The better boat won today. They sailed a little better, and had a little better speed upwind."

Still, the Conner crew was not at its tactical best when it needed it most - in the first leg. The wind was coming in ers' trials, its first victory in the from the west at about 14 knots at the start. In classic match-"They were relieved that they racing form, the two yachts -

fore the start gun, the oppo-nents broke off, both on star-

With less than a minute be-

board tack, and headed up to the mark. The seas, which were slopping at the boats' topsides in six-foot (1.8-meter) swells and chop, didn't help with timing. But both teams, which had been using three months of trial racing to get to that single mo-ment, crossed the line with only a one-second difference be-

Black Magic I went to the right side of the course and Young America to the left. The crew on Young America could be overheard on microphones talking about how the wind looked as if it might go left. But the opposite proved to be the case. Within seven minutes of the start. Young America tacked to check in with its New Zealand adversary, and found

that the news was not good. Black Magic I was about two boat lengths ahead. Several times after that, Young America

came back, having been forced each time by Russell Courts, the Kiwi skipper, to tack back to the left for clear air.

about three-quarters of the way into the first leg. Having gained some on the left, Paul Cayard. who was steering Young America for Conner, dipped under Black Magic I's stern. Cayard headed off to the right, where he ended up having to sail past the lay line, which meant sailing more distance than he had to. Apparently happy to accommodate, Black Magic scooted off

peared to be more wind. "Knowing the wind was go ing to come in from the left, because it had already gone to the right, they should have tacked under the lee, and gone back to the left-hand side of the course with Black Magic I."

said Laurent Esquier, project manager for the former New Zealand team, Tag Heuer Challenge. "Then Young America could have taken advantage of the left-hand shift." Conner said Cayard decided

to keep going rather than settle for a safe leeward position.

now," Conner said. "I think Paul thought we could make a close duck there, go up 30 sec-onds and tack, and they might have a hard time getting across

round the first mark with a 31second lead. In the downwind leg, the end fitting — or jaw — on Black Magic's spinnaker pole broke. The gear failure, a rare incident for the polished New Zealanders during their challengers' trials, could have demolished their lead, and almost did.

Young America was making up time and had moved up to within two boat lengths of Black Magic 1. But a poorly executed jibe on Young Ameri-ca cut into the mermaid boat's surge. At the second mark. Black Magic's lead was down to a meager 12 seconds. But that's when the boat speed on Black Magic started to kick in.

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Not only was the wind swinging left and right in 10-degree shifts, but it was also dropping for a while to nine knots, then picking up later to 17 knots. As the breeze began to dwindle. Black Magic I looked as if it was coming into its own.

Having stretched out in the second beat to windward, the Kiwi team sailed around the third mark with a far more comfortable 42-second lead.

"The wind was shifting, and they were punching into big seas," Sefton said. "But they sailed it beautifully."

The team also had taken advantage of having tools on board. New Zealand's crewmen, Jeremy Scantlebury, and Dean Phipps, could be seen on deck working like mechanics on duty fixing the broken spinna-ker pole fitting. By the next downwind leg, the pole was ready to go. At the fourth mark, Black Magic 1 was 1:22 in the

The team appeared to sail conservatively after that, raising and lowering its sails at a stance before the last mark.

"All in all, congratulations to the Kiwis," Conner said, "They sailed a very good race, and they deserved to win today."

Battered Fighter In Las Vegas Is in Critical Condition

: Tighten

el Repair

The Associated Press LAS VEGAS - Challenger Jimmy Garcia was in critical condition Sunday after surgery for a blood clot on his brain after taking a beating in his WBC super featherweight title light against Gabriel Ruelas. A spokesman at University

Medical Center said Garcia's vital signs were stable but his prognosis was unclear.

Ruelas battered the game but outclassed Garcia nearly at will for more than 10 rounds Saturday before the referee, Mitch Halpern, stopped the bout 25 seconds into the 11th round.

The fight topped the under-card of the lightweight title fight between Ruelas' brother, Rafael, and Olympic gold med For the Record alist Oscar De La Hoya. De La Hoya, one of boxing's fastest rising stars, knocked Ra-

fael Ruelas down twice in the

SIDELINES

Torrance Wins Golf's Italian Open MILAN (Renters) — Sam Torrance of Scotland enhanced his Give Finns Title

bid for an eighth straight Ryder Cup berth this year with a twoshot victory Sunday over Spain's José Rivero in the Italian Open. Torrance, 41, who broke the course record with 9-under-par 63 on Saturday, shot a last-round 67 to finish at 269. Rivero. who birdied three of the last four holes, shot 66.

• Stephen Keppler, a former British Walker Cup player who is now a club pro in suburban Atlanta, shot 5-under-par 67 and was tied for the lead with Jim Gallagher going into the final round of the BellSouth Atlanta Classic.

Martinez Routs Hingis in First Final

HAMBURG (AP) — Conchita Martinez, the Wimbledon champion, put on a powerful display of clay-court tennis to overwhelm Martina Hingis, the 14-year-old prodigy, 6-1, 6-0, and win the Citizen Cop Sunday.

Hingis, who has been on the pro tour for six months, was overcome by stage fright in her first professional final and had a series of unforced errors that made Martinez's job easier. But, she said "I am very pleased with what I achieved here." She will climb

said, "I am very pleased with what I achieved here." She will climb from No. 60 in the rankings to a place in the top 30.

Russia, on second-half goals by Valeri Kechinov. Nikolai Pisarev and Muksin Mukhamadiev, beat the Faeroe Islands, 3-0, in a second round, then stopped him with a barrage of punches to add the IBF title to his WBO crown.

European Championship qualifying match.

Diego Armando Maradona resigned as coach of the Racing Club team after Juan De Stefano, the club president who had hired, was not re-elected.

Against Swedes

STOCKHOLM - Ville Peltonen's three goals led Finland

medal in a major hockey championship. In the two previous finals, Finland lost to Sweden three games to the Nordiques in 1992 and to Canada last year.

and won a silver medal in the 1988 Winter Olympics.

second period.

The 21-year-old left wing, who was the San Jose Sharks' fourth choice and 58th overall the third period, but the Nordiin the 1993 NHL draft, beat ques rallied for three goals to goalie Thomas Ostlund with a slap shot from the left circle at

Then, with only four seconds left of the period, Peltonen knocked in a rebound from close-range to make it 3-0.

Peltonen's 3 Goals Nordiques and Capitals Win Eastern Openers The Associated Press

The New York Rangers still haven't found a way to beat the Quebec Nordiques this season, to a 4-1 victory over archrival and the Pittsburgh Penguins are sweden in Sunday's final of the still having trouble with the World Hockey Championships.
It was Finland's first gold tional Hockey League's play-

NHL PLAYOFFS

Peltonen broke a tight game during the regular season, lost open by scoring two of his three by 5-4 on Saturday in one of goals within 2:17 late in the two opening-night games in the

take a 1-0 lead in the best-of-7 Eastern Conference quarterfi-

Joe Sakic's second goal of the game was followed by one from Bob Bassen, then Sakic scored again with 38 seconds left.

The Rangers had been 15-0-1 in games in which they led after two periods. Capitals 5, Penguins 4: The

Penguins, meanwhile, lost yet

another opening game in the playoffs to the Capitals in another Eastern Conference mat-Sergei Gonchar, who scored only twice all season, had two

goals and set up another during to the left, where there ap-a four-goal flurry that rallied peared to be more wind. the Capitals. Trying to duplicate last sea-son's first-round upset of Pitts-

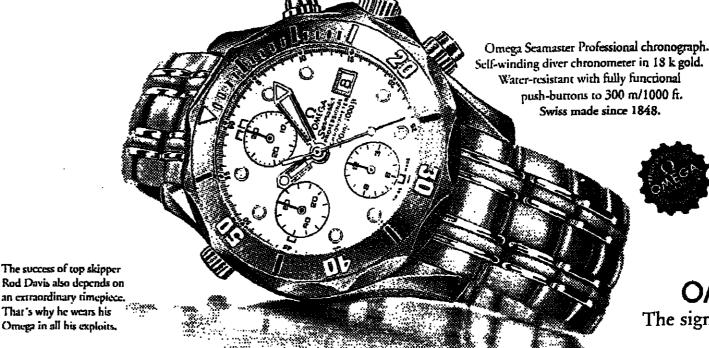
burgh, the Capitals overcame three power-play goals - two off the same penalty to Peter Bondra — to seize a 1-0 series The Capitals beat the Pen-

guins in Game 1 of a playoff series for the fourth time in as many series since 1991. The Penguins rallied from firstgame losses to win in 1991 and 1992, but lost to the Capitals in six games last season.





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The success of top skipper Rod Davis also depends on an extraordinary timepiece. That's why he wears his

LANGUAGE

By William Safire

WASHINGTON — Democrats want an outside goo-gov to determine the standards of right and wrong," I wrote in a recent dards of right and wrong." I wrote in a recent piece about the ethics of Speaker Newt Gingrich.

Oxford English Dictionary's definition of as-But internal goo-goos are elected to do that job. guided by the public's sense of right and

That struck some readers as an ethnic slur. "When I was growing up in San Francisco 60 years ago." writes William G. Ackerman of San Rafael. California, "some of the guys referred to Filipinos as goo-goos."

The slur he has in mind is gook, of unknown origin, reported first by American Speech in 1935 to mean "anyone who speaks Spanish, particularly a Filipino," and was later used in South Korea and Vietnam to denigrate all non-

A goo-goo is decidedly not a gook. Goo! is the sound often made by a satisfied baby, and it became part of imitative baby talk. Reduplicated. it came to mean "loving, enticing," as used in the phrase goo-goo eyes, and was turned into a verb by Mark Twain in "Huckleberry Finn": The duke . . . just went a gov-goving around, happy and satisfied."

The word may have been influenced by goggle. "to stare with eyes bugged out." which was then caricatured in a comic strip, "Barney Google," by Billy De Beck, in 1919, and was further popularized in 1923 by the impresario progressing. and songwriter Billy Rose in "Barney Google with the goo-goo-googily eyes."

The political term goo-goo began in New York in the 1890s after the City Club began to form district-level Good Government Clubs to press for reform. The New York Sun dubbed the Good Government types Goo-Goos, a term of derision that was picked up by Theodore Roosevelt: "The Republican machine men have been loudly demanding a straight ticket; and those prize idiots, the Goo-Goos, have just played into their hands by capering off and nominating an independent ticket of their

"While I don't wish to turn the shooting of a man into a mere grammatical issue," writes Richard S. Kaufman, a copy editor at the Book-ofthe-Month Club in New York, "I was puzzled by a phrase in an article about former Governor George Wallace's injuries at the hands of 'a would-be assassin.' 'Kaufman points to a 1958 book, "Watch Your Language," by Theodore M.

HIDONE TABYA. MACAG

Bernstein, who was then The New York Times' guardian of the language. Bernstein wrote: "An ussussin is a person who either kills or tries to kill treacherously. Thus, for all practical purposes there is no such thing as a 'would-be assassin.'

sassin: "One who undertakes to put another to death by treacherous violence." Undertakes denotes "tries," and would make would-be assassin redundant.

Let's see how two of the newest dictionaries define the noun. The Random House Webster's College Dictionary defines assassin as a "murderer, esp. one who kills a politically prominent person for fanatical or monetary reasons."

The Cambridge International Dictionary of English, which ranges across American, British and Australian English. similarly defines assassin as "murderer, esp. one who kills a famous or important person for political reasons or in ex-change for money." Again, no suggestion that the assassin is anything other than one who has completed his mission of murder.

Usage has changed in these four decades. Probably because the noun assassination has long meant a completed act of murder, assassin is now its successful perpetrator - and would-be and intended are legitimate modifiers for one who tries but fails to hit the target.

Our search for the origin of \$40 word is

The construction is in active use. Oliver Conant, an English teacher in New York, chastising me for using argumentation when argument or reasoning would suffice, notes that he looks to this column as "a solecism and obfuscation free zone" and not "as a place where I'm likely to stumble across verbal imprecision or the use of

The price, of course, keeps inflating. Eric Widing of North Salem, New York, found the phrase selling for half price in William Strunk Jr. and E. B. White's 1959 "Elements of Style": 'Avoid the elaborate, the pretentious, the coy and the cute. Do not be tempted by a twenty dollar word when there is a ten-center handy. ready and able."

But here's a clue to the etymon, from Robert Goldman of New Rochelle, New York: "Your reference to a '\$40 word' evoked a fuzzy recollection of a radio program called 'Paul Wing's Spelling Bee,' where dollar values (none of which approached \$40) were assigned to words." The hunt continues.

New York Times Service

Making a Star Turn in Song and Dance

By Joan Dupont

MARIS — Jacques Rivette's latest is a surprise package of a movie labeled "Haut Bas Fragile," the story of three women to be handled with care. Nathalie Richard plays Ninon, an errand girl who looks fragile but is made of steel. A blithe and mischievous spirit. she takes swift turns on scooter and on skates, "Ninon comes on fast and hard. She's unpredictable," says Richard.

Perhaps her most astonishing turn happens after almost an hour into the movie, when she breaks into song and dance. "That's what Jacques wanted me for, to be the mover, the motor. He's always been in love with American musicals, he has a musical way of directing; he listens to the beat and dances behind the camera — and he's good!"

Rivette, the New Wave old master, a pop artist? Musical comedy is not exactly what the director is known for, but knotty fantasies, constructed like dream marathons. "Out 1" (1970-71) clocked in at 12 hours and and 40 minutes; the short version was 4 hours, 20 minutes. After his ambitious "La Belle Noiseuse," which was a success, and "Jeanne la "reelle," his two-part film on Joan of Arc, which was not, the director wanted to do something in a lighter vein and on a lesser budget, inspired by MGM musicals like Stanley Donen's "On the Town." Yet "Haut Bas Fragile," with music by the pop star Enzo Enzo, and situations that look improvised, bears the earmarks of New Wave filmmaking and has the distinc-tive Rivette touch: He describes the 2 hour, 49 minute movie as being of "the usual unusual length."

"Making a musical is an old idea Jacques had," the 32-year-old Richard says. "He even went to Los Angeles to talk to Leslie Caron about a project 30 years ago, but it didn't happen.'

Richard, who was Rivette's mystery woman in 'La Bande des Quatre' (1987) and had a small part in "Jeanne." is a slight blonde with arresting asymmetrical looks. With her cropped hair and secretive smile, she might be a sister of Jean Seberg's character in "A bout de evsky and asked them to create their souffle." "But Ninon is not naive," she own part and plot their destiny. It was to



Nathalie Richard, "the mover, the motor" in Jacques Rivette's new film.

cold." And contemporary.

Her choices, as a dancer and actress, have taken her from classic to modern use me. I'm not a big name and I'm shy, kind of girl is of my generation. I don't I don't seek out directors." kind of girl is of my generation. I don't I don't seek out directors."

Richard thinks that moviemaking today is a far cry from the '60s when Rivette worked in a specific cultural and political context and she doesn't believe in drawing boundary lines between auteur and commercial filmmaking or fanning the polemic about French versus American cinema: "I don't go for just one kind of cinema."

She is herself an anteur, credited along with her partners Marianne Denicourt and Laurence Côte, for the screenplay of "Haut Bas Fragile." Rivette had his actresses read "Twelfth Night" and "The Brothers Karamazov"; then he dropped Shakespeare and Dosto-

corrects. "She's meant to be canny, be a story of good and evil, and of girls on the loose in the summertime:

"We built the story together. Jacques wanted Ninon to be unscrupulous and back again. The directors she has she lies, steals, she plays with fire, but worked with — Catherine Corsini, for fun, We didn't want to make a in "Love's Labor's Lost" at the Odeon Cédric Kahn, Cédric Klapisch - are movie that was downbeat or psychoauteurs from a younger generation than logical. Ninon is supposed to be cold; at now 10. "A kid needs ritual and an Rivette's: "Those have been the peo-first nothing gets to her. I don't know artist's life is hectic, but it has ad-ple who have asked me, who want to how typical that cynical opportunist vantages: when I'm off, I'm all hers."

> The actresses worked on their dialogues and gave them to Christine Laurent and Pascal Bonitzer, Rivette's scriptwriters, who wrote a first draft that the director reworked. Then the lines were set, the movement choreographed. "There was no improvisation at all once we started shooting although certain things were changed." The singing and dancing was worked in to look casual. "Instead of talking, we sing. We danced without the music at first; then we had to make it fit the camera. I loved seeing that you can have a lot of ideas that don't work! I never thought of myself as a great dancer and I had never sung before."

Richard has been dancing since she specializing in the arts.

was 12; at 17, she was chosen to be a member of Karol Armitage's company: "Two months later I went to New York to work with her - it was magic: going to a country I didn't know. speaking another language. I never had great technique, but I was lucky. While in New York, she went to old movies and fell for for Bette Davis and

James Mason — "his voice." When she returned to Paris she entered the Conservatory. I always wanted to act on stage: at first, film was a paranthesis. I love changing character with each role." She says she's nothing like the lying Ninon. I can't lie: It would show right away. Everything! do shows on my face. So I don't steal and I . . . I prefer not to lie --- it s a big

subject." She reddens At the Conservatory I did mostly tragedy, Shakespeare, Racine and Corneille. I learned to be both physical and abstract, pitching my voice to the

rhythms.' She was still at the Conservatory. Rivette auditioned her for 'La Bande des Quatre," with scenes from "Athalie" and "On ne badine pas avec l'amour." Chantal Ackerman ulso plucked her out of school to play in a musical, "The Golden Eightics."

- and screen, she raises a daughter. Richard seems to have kept the

child's imagination working for her: she describes dancing again, for Rivette, as being in a dream. "That's the way Jacques sees fiction, as a suspension of reality. And the

dreamlike atmosphere suits me: I like doing one thing and being in something else at the same time. Working with Jacques was like a fairy tale. For him to make this movie, after 'Jeanne la Pucelle, was a proof of his youth iégèreté.

'Art is necessary, but it's also a gift: we could live without the movies, no? And that's the beauty of it. We're not in church: Making a movie is a way of celebrating the ephemeral.

Joan Dupont is a Paris-based writer

WEATHER

Forecast for Tuesday through Thursday, as provided by Accu-Weather. North America Europe North America Showers and a few gusty thurderstorms will at times wet Chicago and St Louis to Toronto and Pittsburgh; showers will reach the northeastern USA midweek A few thunderstorms will break out in the Southern states. Rain will fall a few times at Portland. Seattle and Vancouver. EUPOPE Chily, unsettled weather, with still winds and at times rain, will hold sway over much of northerin Europe such as Germany, U.K., Belgum, and Netherlands. In France through Spoin and Portugal showers may be widespread by Thursday, Italy, Greece and western Turkey will be mild with some sun.

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POSTCARD

Lure of the Open Spaces: A View of the 18th Fairway

By Anne Raver New York Times Service

HICAGO — Like the pioneers, they talk about land, wide-open, green and rolling. But their quest in the exurban wilderness is not for 40 acres and a mule; it's for a \$400,000 house with a view of the 18th hole.

"We knew if we bought a place here that no one would put a house in front of us," said Dan Wyckoff, as he and his wife, Jenna, looked out at the vast expanse of fairway beyond their window at Ivanhoe Estates, a 400-acre (160-hectare) gated

community northwest of Chicago. tinations of retired snowbirds looking for a communities are going up in New York. New Jersey and Pennsylvania, and they're booming in the Midwest. There are 38 alone in the 11 counties surrounding Chicago.

A farmhouse may still sit next to a video store, or a stable of horses may stick their heads out of their stalls on a busy highway. the percentage of golf communities has stawater, or the 18th green billized at about 30. Many of the commu-

count themselves lucky to look out on some

of the last open space in the neighborhood. 18th fairway at Crystal Tree, a gated golf community about 25 miles (40 kilometers) southwest of Chicago. With 450 homes ranging from \$200,000 to \$1.7 million, it was carved out of 600 acres of woodland and old farm fields five years ago.

The Marshalls followed the bulldozers that molded the earth into treacherous sand trans and water hazards for the golf course

warm place for the winter: in Florida, Ari- mud, trying to figure out where the 18th hole Arizona, people know what that means. zona, California and Texas. But now golf was going to be," Marshall said. His wife added: "We watched the clubhouse being built. There was a romanticism to it.

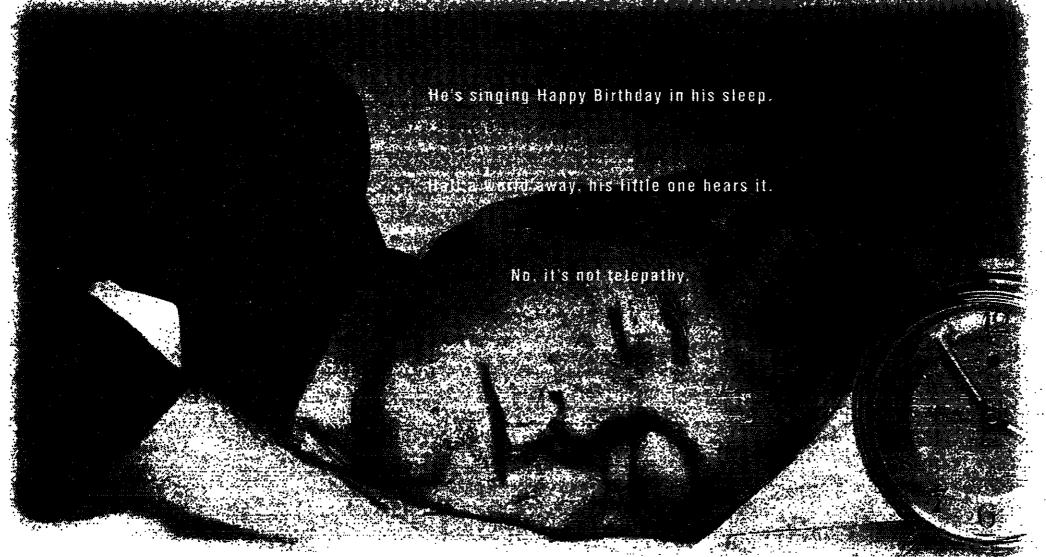
but the landscape feels like wall-to-wall nities are gated, and about half have private malls, office parks and housing. Those who courses. The other half allow the public to can afford to buy a house facing the fairway play for a daily fee of \$25 to \$100. In most cases, you don't have to live in

the community to play on a private course. Anne and James Marshall live on the but, like the residents, you have to join the shift fairway at Crystal Tree, a gated golf club, which costs \$25,000 at Crystal Tree and \$50,000 at Ivanhoe, plus annual fees. Residents inside the gates say they need them for security. But they are also a status symbol. "A lot of times, there's nobody

even guarding the gate." said Tim Nugent, who helped his father, Richard Nugent, build the golf course at Ivanhoe.

"People buy into these places because Golf communities used to be the des-nations of retired snowbirds looking for a designed by Robert Trent Jones Jr. they want a sense of belonging. If you say "We are dirt for two years, ankle deep in you live at Ivanhoe or Desert Mountain, in they want a sense of belonging. If you say

> Richard McElyea, president of Economics Research Associates, a consulting firm in San Francisco, said: "Just being About 12 percent of the nation's 15,000 inside the gate, so to speak increases the golf courses are linked to residential devalue of the property by 5 to 10 percent. If velopment. Among new courses being built, you have a to-die-for view, say, over the water, or the 18th green, sometimes that's a



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